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NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 1987

Thomas H. Kean
Governor

Department of the Treasury
Feather O'Connor
State Treasurer

Division of Budget and Accounting
Richard F. Keevey
Deputy State Comptroller

Division of Budget and Accounting
Richard B. Standiford
State Comptroller

Division of Budget and Accounting
Stephen D. Rohrer
Manager of Financial Reporting

STATE OF NEW JERSEY
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1987
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INTRODUCTION

State of New Jersey
DEPARTMENT OF THE TREASURY
OFFICE OF MANAGEMENT AND BUDGET
CN 221
TRENTON, NEW JERSEY 08625

FEATHER O'CONNOR
STATE TREASURER

RICHARD B. STANDIFORD
DIRECTOR AND COMPTROLLER
DIVISION OF BUDGET AND ACCOUNTING

December 23, 1987

Governor Thomas H. Kean
Members of the Legislature
Citizens of New Jersey

In accordance with the provisions of N.J.S.A. 52:27B-46, we are pleased to transmit to you the Annual Financial Report for the year ended June 30, 1987, depicting the financial condition of the State and the results of operations for the year.

This report was prepared by the Department of the Treasury, Office of Management and Budget, Division of Budget and Accounting, which is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. The report presents the financial position and operating results of the State under generally accepted accounting principles, as well as, the traditional budgetary basis presentations and includes audited financial statements. We are confident the data is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of the State's operations as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial affairs have been included.

METHOD OF PRESENTATION

The reporting approach established by the National Council on Governmental Accounting in Statement 1 and endorsed by the Governmental Accounting Standards Board has been utilized. This approach does not provide a consolidated State financial statement; rather, it combines funds and component units in columns of fund types to provide an overview of the State's financial position and results of operations. The statements which reflect these combined fund type columns are referred to as the General Purpose Financial Statements and the auditor's opinion is rendered upon the statements and notes in this section.

Following the General Purpose Financial Statements are the combining financial statements, schedules, statistical data, and budgetary revenue and appropriation statements. These statements and schedules provide detail, generally by fund, for the amounts shown in the fund type columns in the General Purpose Financial Statements.

REPORTING ENTITY

As required by generally accepted accounting principles, the accompanying financial statements include the funds and account groups of the State (oversight entity) and those component units of government determined to be part of the oversight entity. These component units of government include various public authorities, corporations, commissions, and universities that are not operating departments of the State but for which the State is deemed to have oversight responsibility. Accepted accounting principles provide that oversight responsibility includes the ability to select the governing authority, ability to significantly influence operations, accountability for fiscal matters, financial interdependency and scope of public service. The financial condition and activities of State component units meeting this criteria are presented in the accompanying financial statements as Enterprise Funds for authorities, corporations and commissions and as University Funds for financial activities of the University of Medicine and Dentistry of New Jersey, Rutgers, the State University and New Jersey Institute of Technology. The amounts presented were derived from their most recent audited financial statements. At year end these component unit entities reflected combined net assets of $17.9 billion. In addition, the activity of the several pension plans sponsored and administered by the State are included in the accompanying financial statements. For further information on both the component units and the pension plans, refer to Notes 20 and 15 respectively, of the notes to the General Purpose Financial Statements.

ACCOUNTING SYSTEMS AND BUDGETARY CONTROLS

The accounting records of most State departments are maintained on a centralized accounting system. The operations of this system are directed and supervised by the Office of Management and Budget, Division of Budget and Accounting. Separate accounting systems are maintained by those component units of government which are included in the State's reporting entity.

The State's annual budget is comprised of individual appropriations to departments for specific programs, purposes, and/or special outlays and operating expenditures. Budgetary control is exercised at the department level by individual appropriations and by allocations within appropriations to various major objects of expenditure.

Encumbrance accounting is employed to ensure that expenditures do not exceed appropriations and allocations. Under encumbrance accounting, purchase orders, contracts, and other commitments involving the expenditure of monies are recorded in estimated amounts in order to reserve a portion of an appropriation until an actual liability is incurred. Total encumbrances and expenditures are monitored so as not to exceed amounts appropriated and/or allocated. Encumbrances outstanding at the end of a fiscal year are reported in the financial statements as reservations of fund balance, as distinguished from undesignated fund balances. Any unencumbered and unexpended non-continuing appropriations lapse at the end of the fiscal year and become available for appropriation in the next fiscal year.

In developing and maintaining the State's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and reliability of the financial records used in preparation of the financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the State's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

FISCAL YEAR 1987—OVERVIEW

REVENUES

Budgetary revenues for general governmental operations totaled $9.8 billion. This represents an increase of $1,194.0 million or 13.8% over 1986. Major taxes comprised 84% of total revenues. The largest part of major tax revenues consisted of Sales tax, Gross Income tax and Corporation Business tax which accounted for 30%, 27%, and 12% respectively of total revenues. Other major tax revenues (Cigarette, Public Utilities Excise, Motor Fuels, etc.) accounted for 15% of total revenues.

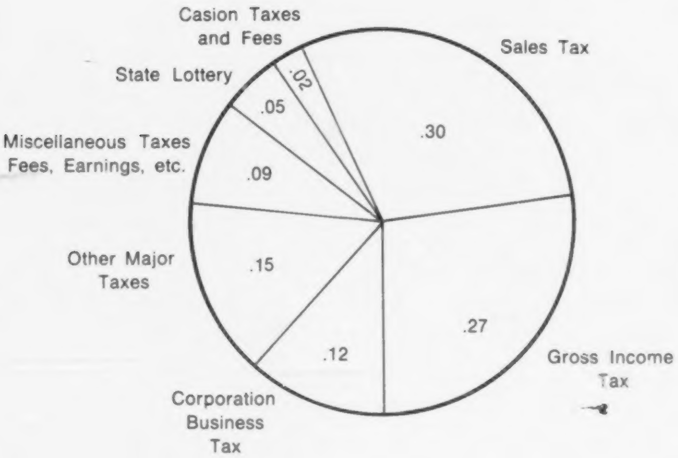
The remaining 16% of total revenues was generated from principally three sources. Miscellaneous taxes, fees, fines, investment earnings, etc. ($856.0 million) generated 9% of total revenues while State Lottery revenues ($472.2 million) and Casino taxes and fees ($246.8 million) represented 5% and 2% respectively of the total revenues for the year.

SCHEDULE OF BUDGETARY REVENUES

Source of Revenue ($000)	F.Y. 1987 Amount	F.Y. 1986 Amount	Increase Amount	Increase Per Cent
Sales Tax	$2,910,696	$2,614,372	$ 296,324	11.3%
Gross Income Tax	2,605,907	2,052,592	553,315	27.0
Corporation Business Tax	1,129,230	996,135	133,095	13.4
Other Major Taxes	1,606,472	1,528,486	77,986	5.1
Miscellaneous Taxes, Fees, Earnings, etc.	856,008	802,120	53,888	6.7
State Lottery	472,218	419,353	52,865	12.6
Casino Taxes and Fees	246,840	220,375	26,465	12.0
	$9,827,371	$8,633,433	$1,193,938	13.8%

The State experienced continuing growth in revenues due to favorable national and statewide economic conditions. Revenue highlights for 1987 include a $296.3 million or 11.3% increase in sales tax collections over 1986, a $553.3 million or 27.0% increase in personal income tax collections, and a $52.9 million or 12.6% increase in State Lottery revenues. The graph below illustrates the various sources which comprise the revenue dollar for fiscal year 1987.

REVENUE DOLLAR
Fiscal Year 1987



Sales Tax	$ .30
Gross Income Tax	.27
Corporation Business Tax	.12
Other Major Taxes	.15
Miscellaneous Taxes, Fees, Earnings, etc.	.09
State Lottery	.05
Casino Taxes and Fees	.02
Total	$1.00

EXPENDITURES

Budgetary expenditures for general governmental operations totaled $9.5 billion in 1987, an increase of $774.8 million, or 8.9% over 1986.

SCHEDULE OF BUDGETARY EXPENDITURES

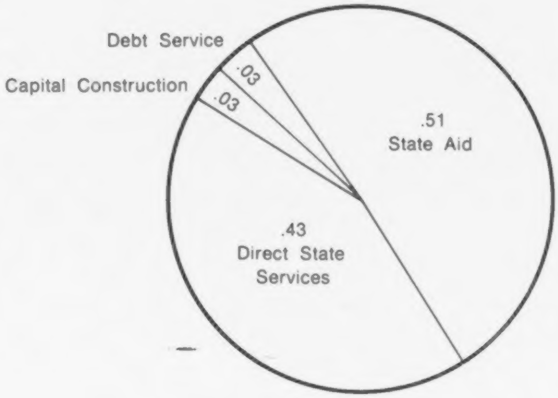
Expenditure Category ($000)	F.Y. 1987 Amount	F.Y. 1986 Amount	Increase Amount	Increase Per Cent
State Aid	$4,838,055	$4,512,708	$325,347	7.2%
Direct State Services	4,061,933	3,629,456	432,477	11.9
Debt Service	315,222	295,833	19,389	6.6
Capital Construction	270,781	273,176	(2,395)	(.9)
	$9,485,991	$8,711,173	$774,818	8.9%

State aid was the largest expenditure of the state budget. In fiscal year 1987, 51.0 percent of the State's expenditures consisted of funds which were distributed to homeowners, municipalities, counties, school districts, and for the non-federal share of the Medicaid program. The largest state aid expenditure, $2,910.3 million, was provided for local elementary and secondary education programs. State aid expenditures by the Treasury Department totaled $633.4 million to fund homestead rebates to homeowners, senior citizens' and veterans' property tax deductions, revenue sharing and other distributions to municipalities. A total of $961.7 million was expended for state aid programs administered by the Department of Human Services. Of that amount, $605.7 million was expended as the State's share of Medicaid, which provides hospital, nursing home, medical, and pharmacist services for those people eligible for a variety of welfare programs. In addition, $257.9 million was expended for welfare programs.

The second largest portion of expenditures was applied to direct state services programs. In fiscal year 1987, expenditures for direct state services represented approximately 43 per cent of expenditures. A total of $745.8 million was expended by the Department of Higher Education for the support of the state colleges and universities. A total of $858.0 million was expended for programs administered by the Department of Human Services, to provide support for day care centers, homemaker services, child abuse prevention, programs for the aged, juvenile reform programs, and mental health and mental retardation programs. A total of $643.6 million was expended by the Departments of Law and Public Safety, and Corrections, and $313.7 million was expended by the Department of Transportation, principally for highway maintenance and transit subsidies.

In 1987, $270.8 million, or 2.9 per cent of the State budget, was expended for capital construction. This compares to $273.2 million expended in 1986. Monies expended for capital construction represent the State's effort on a pay-as-you-go basis as contrasted to borrowing for construction purposes. The principal areas of expenditure are for highway construction, environmental programs and construction of correctional bed spaces.

EXPENDITURE DOLLAR
Fiscal Year 1987



State Aid	$ .51
Direct State Services	.43
Debt Service	.03
Capital Construction	.03
Total	$1.00

FUND BALANCE

The State ended fiscal year 1987 with an undesignated fund balance (surplus) of $885.7 million for the major governmental funds. The following table presents a comparison of the 1987 and 1986 fiscal year undesignated fund balances in millions for the funds comprising this figure.

Fund	1987	1986	Change
General Fund	$565.0	$444.5	$120.5
Property Tax Relief Fund	157.0	76.5	80.5
Casino Revenue Fund	163.7	125.0	38.7
	$885.7	$646.0	$239.7

As a result of taxpayer reactions to changes in the Federal Internal Revenue Code made by the Tax Reform Act of 1986, fiscal year 1987 revenues collected under the New Jersey Gross Income Tax Act were considered far in excess of the level reasonable of anticipation. It is the State's position that revenues should not be available as resources for expenditure until the effects of the Tax Code changes on fiscal year 1988 revenues are more clearly determined. In the interest of sound fiscal policy, therefore, the Appropriations Act for fiscal year 1988 has reserved $285.9 million in the Property Tax Relief Fund pending that determination. These reserved funds have not been anticipated as resources available for appropriation for fiscal year 1988.

INVESTMENTS

The book value of all securities held by the state investment funds as of June 30, 1987, was $19.8 billion, an increase of 16.5 per cent, or $2.8 billion over fiscal year 1986. Of the $19.8 billion book value of funds, the assets of the seven pension funds represent $15.1 billion book value of funds, while the remainder was in trust funds and other state funds.

The net investment earnings produced by the investments in fiscal year 1987 were $1.30 billion, an increase of $12 million or 10.2 per cent over the prior year. The largest portion of the earnings, $1.06 billion, was earned on securities held by the state-managed pension funds. These earnings enable the State to reduce its obligation to appropriate tax dollars to fund the accrued liability of the State's pension obligations. The remaining $130.9 million was earned on various state demand, reserve, static, and trust funds.

The book value of securities noted above include amounts representing the New Jersey Cash Management Fund. The New Jersey Cash Management Fund is an investment pool made up of assets of a number of state funds, together with deposits from "Other than State" entities, including counties, municipalities, school boards, and other eligible public entities.

The fund provides that eligible participants can deposit and withdraw funds at any time and earn daily interest at a rate which reflects interest and amortization income of the securities in the fund. The gross daily return for the fund on an annualized basis was 6.13 per cent in fiscal year 1987, compared to 7.79 per cent in the prior year.

As of June 30, 1987, the General Fund share in the Cash Management Fund approximated $1.77 billion.

A State law enacted on August 27, 1985 requires the Division of Investment to divest of all securities or other obligations of any company engaged in business in or with the Republic of South Africa by August 27, 1988. As of June 30, 1987, the market value of these investments equals or exceeds the applicable cost basis.

FEDERAL AID

According to the most recently published statistics, New Jersey is eighth highest among the states in the amount of federal aid received. During fiscal year 1987 federal expenditures on a budgetary basis in the General Fund amounted to $2.09 billion, an increase of $9.4 million over fiscal year 1986 budgetary expenditures.

The largest portion of federal aid is made up of entitlements, whereby the State is reimbursed for expenditures up to a certain percentage of total cost. For example, in the Medicaid program the federal government reimburses the State for approximately 48 percent of total expenditures. In the AFDC program, federal reimbursement represents 50 percent of assistance costs.

Other federal aid is provided to the State by means of various formulae programs, which determine how much federal aid will be allocated to each state for certain programs. The State may or may not have to submit a grant application.

A third major type of federal aid is funding for which the State must apply through grant applications.

Whether federal aid is received under a formula, an entitlement, or a categorical grant program, the actual expenditure of funds may be either at the State level, the local level, or some other level, such as a non-profit agency. For example, education funds are transmitted to local school districts; transportation funds can be used for State highway construction and for local roads; welfare funds are reimbursements to counties for expenditures incurred at the county level; Medicaid funds are disbursed to health care providers; and social services funds are used both at the State level and by non-profit agencies.

FIXED ASSETS

The Division of Budget and Accounting, in conjunction with external consultants, has commenced the development and implementation of a fixed asset accounting system. This system will enable the State to control and report on its fixed assets in accordance with generally accepted accounting principles. It is anticipated that the General Fixed Asset Account Group will be included in the annual financial report for the year ended June 30, 1988.

DEBT MANAGEMENT

New Jersey continues to receive the highest bond rating from both Moody's Investor Service (Aaa) and Standard and Poor's Corporation (AAA). This reflects New Jersey's long-standing record of sound financial management.

Outstanding Long-Term Debt as of June 30, 1986 was $2,479,055,000. During fiscal year 1987 the State issued $610,735,000 in bonds, including $198,235,000 in refunding bonds. During fiscal year 1987 the state retired $315,350,000 of the debt. Total Long-Term Debt as of June 30, 1987 amounted to $2,774,440,000.

THE YEAR AHEAD

Fiscal year 1987 was a banner year financially for the State of New Jersey. The year ended with substantial undesignated fund balances in both the General Fund and the Property Tax Relief Fund. Revenues continued to grow despite an overall sluggishness and uncertainty in the general economic picture of the nation. Prudent fiscal management and restraint insured that resources needed for ongoing and new programs were expended in accordance with budgetary parameters. New Jersey continues to be one of the most fiscally responsible states in the country.

Based on the State's financial success of the past, the outlook for fiscal year 1988 looks bright. New Jersey is now seen as an economic leader for other states to imitate. Continued growth of the New Jersey economy will insure that the financial success of the past will carry forward into the future.

While 1988 may remain a solid year in terms of economic performance this must be tempered by the fact that the beginning of real deficit reduction at the Federal level and the uncertainty caused by the fluctuations in the stock market may dampen the overall rate of growth of employment and investment nationwide and in New Jersey. The State's ability to continue to outperform the national economy will be dependent upon the ability of both the State and the business community to address problems concerning the availability of skilled and clerical labor, the high costs of insurance, the costs to protect the environment, rising health care costs and continuance of tax incentives and initiatives to attract business to the State.

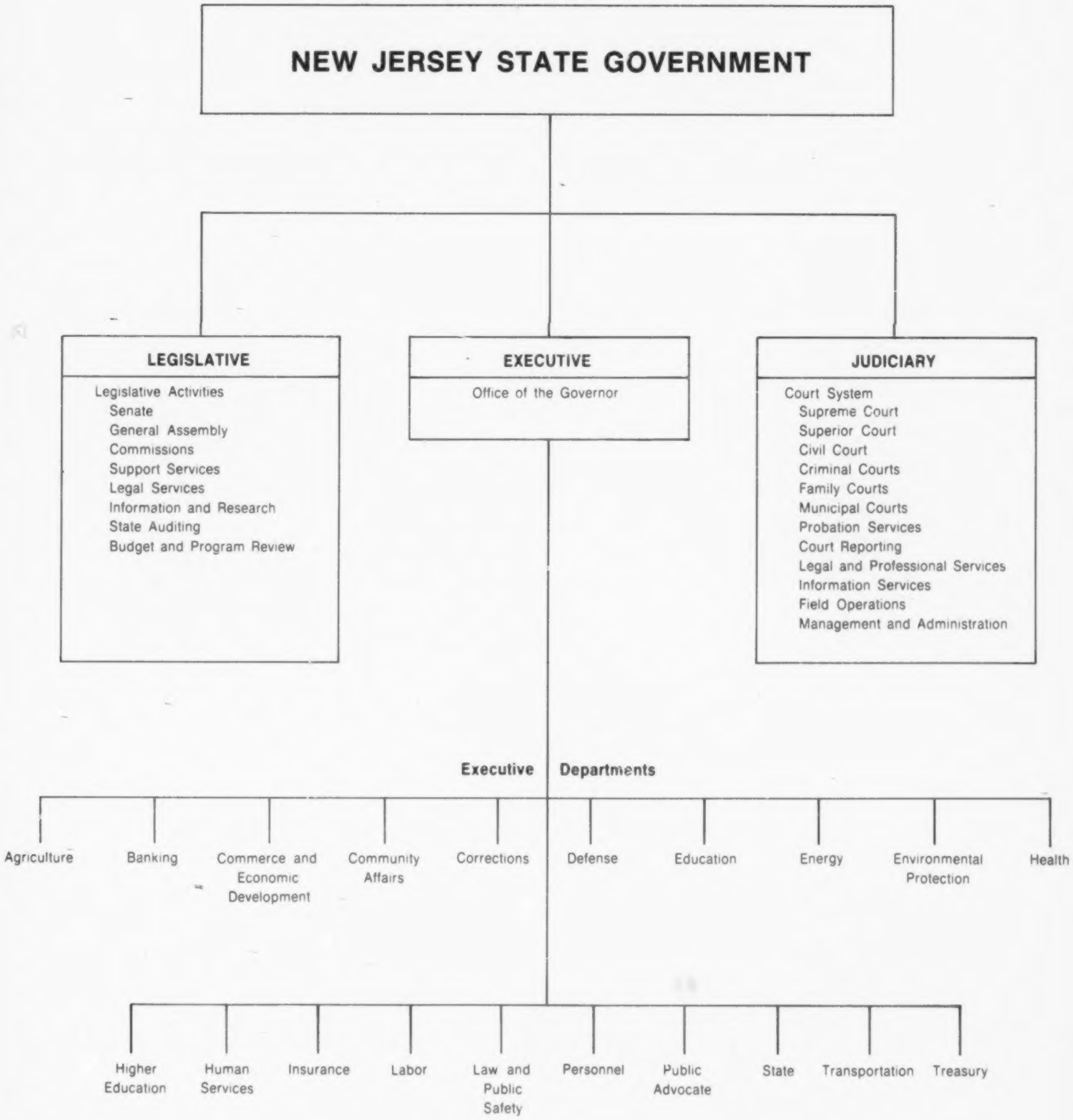
New Jersey looks forward to the economic challenges ahead. Given the State's current strong financial position and management's commitment to maintaining and enforcing sound financial practices, the State will be able to provide the resources and means to address the economic, social and environmental needs of its citizens.

Finally, we wish to express our appreciation to the many people whose dedicated efforts made possible the preparation of this report. We believe their combined efforts have produced a report that will enable government decision makers and concerned citizens to evaluate and understand the State's financial condition.

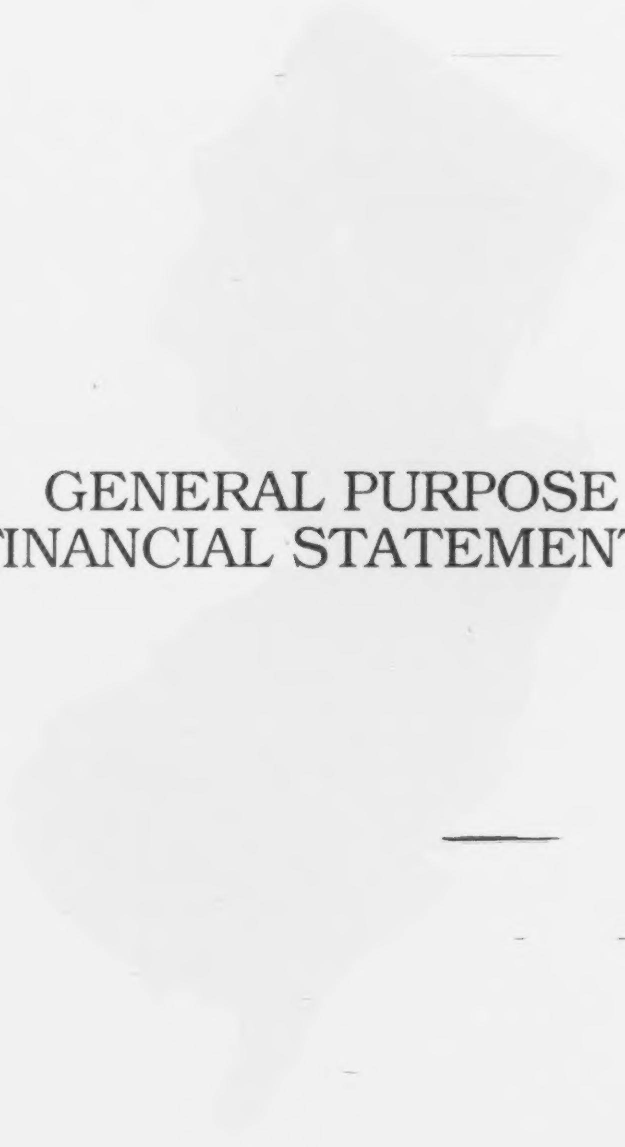
Respectfully submitted,

Feather O'Connor
Feather O'Connor
State Treasurer

RB Standiford
Richard B. Standiford
State Comptroller


NEW JERSEY STATE GOVERNMENT
LEGISLATIVE
Legislative Activities
Senate
General Assembly
Commissions
Support Services
Legal Services
Information and Research
State Auditing
Budget and Program Review
EXECUTIVE
Office of the Governor
JUDICIARY
Court System
Supreme Court
Superior Court
Civil Court
Criminal Courts
Family Courts
Municipal Courts
Probation Services
Court Reporting
Legal and Professional Services
Information Services
Field Operations
Management and Administration
Executive Departments
Agriculture
Banking
Commerce and Economic Development
Community Affairs
Corrections
Defense
Education
Energy
Environmental Protection
Health
Higher Education
Human Services
Insurance
Labor
Law and Public Safety
Personnel
Public Advocate
State
Transportation
Treasury

FINANCIAL SECTION



GENERAL PURPOSE FINANCIAL STATEMENTS

LEGISLATIVE SERVICES COMMISSION
SENATOR
JOHN F. RUSSO
Chairman
ASSEMBLYMAN
ROBERT E. LITTELL
Vice-Chairman
SENATE
LEONARD T. CONNORS, JR.
DONALD T. DiFRANCESCO
MATTHEW FELDMAN
S. THOMAS GAGLIANO
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GENERAL ASSEMBLY
BYRON M. BAER
JOHN O. BENNETT
WILLIE B. BROWN
JOHN PAUL DOYLE
CHUCK HARDWICK
DENNIS L. RILEY
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Executive Director
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JAMES J. DOLAN
State Auditor
(609) 292-3700

December 22, 1987

The Honorable Thomas H. Kean
Governor of New Jersey

The Honorable John F. Russo
President of the Senate

The Honorable Chuck Hardwick
Speaker of the General Assembly

Mr. Albert Porroni
Executive Director
Office of Legislative Services

Gentlemen:

We have examined the general purpose financial statements of the State of New Jersey, as of and for the year ended June 30, 1987, as listed in the foregoing table of contents-Financial Section. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of the enterprise funds and the university funds. These statements were examined by other auditors whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included for these entities, is based solely upon the reports of other auditors. Further information pertaining to these entities is provided in Note 20.

As described more fully in Note 1, the State has not maintained a record of general fixed assets and, accordingly, the general purpose financial statements referred to above do not include a statement of the general fixed asset account group. The financial statements for the aforementioned account group are required by generally accepted accounting principles.

In our opinion, based on our examination and the reports of other auditors, except for the effect of not including fixed assets, as previously set forth, the general purpose financial statements listed in the aforementioned table of contents present fairly the financial position of the State of New Jersey at June 30, 1987, and the results of its operations and the changes in financial position of its proprietary funds and similar trust funds for the year then ended, in conformity with generally accepted accounting principles which, except for the change, with which we concur, as described in Note 2, have been applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the State of New Jersey. This information has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The accompanying statistical and supplemental schedules as listed in the aforementioned table of contents are presented as additional analytical data and are not necessary for a fair presentation of the general purpose financial statements. This information has not been audited by us and, accordingly, we do not express an opinion on them.

The examination was performed and this report is submitted pursuant to the State Auditor's audit responsibilities as set forth in Article VII, Section 1.6 of the State Constitution, and N.J.S.A. 52:24-4.

Respectfully submitted,

James J. Dolan

James J. Dolan
State Auditor

STATE OF NEW JERSEY
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 1987

	GOVERNMENTAL FUND TYPES		
	General Fund	Special Revenue Funds	Debt Service Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 45,006,666	$ 11,554,562	$9,050,913
INVESTMENTS	285,424,914	181,834,147	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	352,963,082	182,225	—
Departmental accounts	733,650,645	164,856,761	—
Loans	1,500,000	201,410,685	—
Mortgages	—	—	—
Other	—	23,163,883	—
FIXED ASSETS, NET	—	—	—
OTHER ASSETS			
Due from other funds	1,980,295,474	1,074,774,737	—
Due from intergovernmental agencies	—	—	—
Advances to other funds	17,299,187	—	—
Deferred charges	2,940,000	1,009,803	—
Amount to be provided for:			
Retirement of bonds	—	—	—
Payment of capital leases	—	—	—
Other	—	—	—
Total Assets	$3,419,079,968	$1,658,786,803	$9,050,913
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 698,738,107	$ 236,090,410	$ —
Deferred revenue	79,862,352	2,368,307	—
Due to other funds	569,990,617	109,658,226	—
Due to intergovernmental agencies	—	—	—
Advances from other funds	—	16,500,000	—
Other	52,883,974	20,994,616	—
Matured interest payable	—	—	3,230,913
Matured bonds payable	—	—	5,820,000
Deferred compensation payable	—	—	—
General obligation bonds payable	—	—	—
Revenue bonds payable	—	—	—
Notes payable	—	—	—
Capital leases payable	—	—	—
Total Liabilities	1,401,475,050	385,611,559	9,050,913
FUND BALANCES			
Cost of investment in facilities	—	—	—
Reserved for:			
Encumbrances	470,763,567	229,798,779	—
Higher education programs	—	—	—
Pension benefits	—	—	—
Other	126,563,344	504,514,230	—
Unreserved:			
Designated for continuing appropriations	855,260,117	489,497,519	—
Undesignated	565,017,890	49,364,716	—
Total Fund Balances	2,017,604,918	1,273,175,244	—
Total Liabilities and Fund Balances	$3,419,079,968	$1,658,786,803	$9,050,913

The accompanying notes are an integral part of the financial statements.

	PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPES	ACCOUNT GROUP	
Capital Projects Funds	Enterprise Funds	Trust and Agency Funds	General Long-Term Obligations Account Group	University Funds
$ 383,673	$ 164,294,315	$ 73,020,590	$ —	$ 156,716,191
—	5,523,188,576	20,483,171,589	—	322,774,076
48,234,506	—	1,551,733,346	—	—
21,500,351	—	102,491,220	—	165,071,908
—	—	339,732,657	—	—
—	3,616,991,000	—	—	—
7,255,910	1,715,645,872	607,647,936	—	—
—	4,533,163,767	—	—	1,170,694,037
195,175,151	—	13,872,098,064	—	13,752,316
—	80,041,171	—	—	—
—	—	—	—	—
—	14,702,501	—	—	—
—	251,780,000	—	2,774,440,000	—
—	—	—	641,929,866	—
—	155,905,660	—	—	20,003,537
$272,549,591	$16,055,712,862	$37,029,895,402	$3,416,369,866	$1,849,012,065
$ 59,266,461	$ 354,458,925	$ 697,960,878	$ —	$ 90,424,044
—	52,222,272	7,710,176	—	20,908,294
72,114,217	—	16,370,580,366	—	13,752,316
—	143,438,176	—	—	—
—	13,771,286	799,187	—	—
—	379,015,965	1,037,465,603	—	15,026,198
—	—	—	—	—
—	—	—	—	—
—	—	64,867,413	—	365,000
—	—	—	2,774,440,000	—
—	9,588,505,437	—	—	305,732,387
—	77,431,673	—	—	11,541,148
—	—	—	641,929,866	7,856,366
131,380,678	10,608,843,734	18,179,383,623	3,416,369,866	465,605,753
—	2,445,921	—	—	1,029,640,178
100,443,067	—	651,504	—	—
—	—	—	—	194,691,007
—	—	16,560,230,337	—	—
—	4,884,945,450	125,416,535	—	8,580,021
148,085,831	—	—	—	—
(107,359,985)	559,477,757	2,164,213,403	—	150,495,106
141,168,913	5,446,869,128	18,850,511,779	—	1,383,406,312
$272,549,591	$16,055,712,862	$37,029,895,402	$3,416,369,866	$1,849,012,065

STATE OF NEW JERSEY
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	GOVERNMENTAL	
	General Fund	Special Revenue Funds
REVENUES		
Taxes	$ 6,339,273,369	$2,830,808,309
Federal and other grants	2,179,995,938	1,109,924
Licenses and fees	439,626,745	51,057,639
Services and assessments	700,259,147	33,830,637
Investment earnings	59,929,992	43,287,055
Contributions	—	–
Other	67,752,557	1,187,905,405
Total Revenues	9,786,837,748	4,147,998,969
OTHER INCREASES		
Transfers from other funds	575,517,421	91,458,494
Proceeds from sale of bonds	—	282,000,000
Other	684,799	18,321,003
Total Other Increases	576,202,220	391,779,497
Total Revenues and Other Increases	10,363,039,968	4,539,778,466
EXPENDITURES		
Public safety and criminal justice	736,505,355	39,564,898
Physical and mental health	1,715,487,435	104,333,179
Educational, cultural and intellectual development	2,728,742,368	1,818,049,835
Community development and environmental management	391,806,939	126,972,554
Economic planning, development and security	1,427,067,613	66,718,311
Transportation programs	540,802,307	9,331,938
Government direction, management and control	1,913,776,512	459,399,797
Special government services	93,147,925	656,777,665
Debt service:		
Principal	—	—
Interest	—	—
Total Expenditures	9,547,336,454	3,281,148,177
OTHER DECREASES		
Transfers to other funds	517,936,397	564,203,338
Other	—	3,075,135
Total Other Decreases	517,936,397	567,278,473
Total Expenditures and Other Decreases	10,065,272,851	3,848,426,650
Net Increase (Decrease) in Fund Balances for the Year	297,767,117	691,351,816
FUND BALANCES—JULY 1, 1986	1,719,837,801	581,823,428
FUND BALANCES—JUNE 30, 1987	$ 2,017,604,918	$1,273,175,244

The accompanying notes are an integral part of the financial statements.

FUND TYPES		FIDUCIARY FUND TYPES
Debt Service Fund	Capital Projects Funds	Expendable Trust Funds
$ —	$ —	$1,261,569,545
—	309,245,811	47,597,629
—	—	3,457,577
—	209,032,000	93,407,056
—	9,993,516	161,281,842
—	—	252,878,592
—	607,146	24,922,444
—	528,878,473	1,845,114,685
316,326,977	—	165,153,419
198,235,000	123,500,000	7,000,000
—	18,697	1,197,442
514,561,977	123,518,697	173,350,861
514,561,977	652,397,170	2,018,465,546
—	24,298,166	2,404,188
—	—	—
—	721,736	28,436,101
—	18,914,963	57,684
—	—	890,602,605
—	589,120,605	—
—	—	462,037,896
—	—	—
315,350,000	—	—
165,576,977	—	—
480,926,977	633,055,470	1,383,538,474
—	10,430,809	55,885,767
33,635,000	1,051	12,009,110
33,635,000	10,431,860	67,894,877
514,561,977	643,487,330	1,451,433,351
—	8,909,840	567,032,195
—	132,259,073	1,640,918,337
$ —	$141,168,913	$2,207,950,532

STATE OF NEW JERSEY
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	PROPRIETARY FUND TYPES	FIDUCIARY FUND TYPES	
	Enterprise	Pension Trust	Nonexpendable Trust
REVENUES			
Charges for services and sales	$ 937,154,097	$ —	$ —
Contributions	—	1,459,582,388	—
Mortgage interest	189,201,000	—	—
Investment income	165,867,636	1,758,974,840	31,799
Governmental subsidies and grants	330,445,645	—	—
Other	289,016,201	1,157,664	—
Total Revenues	1,911,684,579	3,219,714,892	31,799
EXPENSES			
Operations	1,159,661,910	—	—
Benefit payments	—	861,486,246	—
Interest	399,124,232	—	—
Depreciation and amortization	91,876,179	—	—
Other	69,012,446	127,749,668	—
Total Expenses	1,719,674,767	989,235,914	—
Excess of Revenues Over Expenses	192,009,812	2,230,478,978	31,799
FUND BALANCE—Beginning Of Year	5,206,946,508	14,411,666,196	416,073
Other fund balances changes	47,912,808	—	(31,799)
FUND BALANCE—End Of Year	$5,446,869,128	$16,642,145,174	$416,073

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	PROPRIETARY FUND TYPES	FIDUCIARY FUND TYPES	
	Enterprise	Pension Trust	Nonexpendable Trust
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$ 192,009,812	$2,230,478,978	$31,799
Expenses not requiring current outlay of financial resources:			
Accretion and amortization	—	(7,639,623)	—
Depreciation and amortization	112,329,789	—	—
Other	369,615	—	(11,909)
Total Sources of Financial Resources from Operations	304,709,216	2,222,839,355	19,890
Decrease in investments	400,700,270	5,112,592	—
Issuance of notes payable	18,975,000	—	—
Issuance of revenue bonds	1,504,934,597	—	—
Increase of deferred revenue	(20,355,815)	—	—
Increase in accounts payable and accrued expenses	36,861,404	6,532,258	—
Increase in due to other funds	—	(16,544)	(23,000)
Increase in other liabilities	135,676,514	—	—
Other, net	47,912,808	—	9,235
Total Sources of Financial Resources	2,429,413,994	2,234,467,661	6,125
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	(2,091,735)	—	—
Increase in due from other funds	—	1,972,477,877	5,000
Increase in investments	200,433,931	222,641,006	—
Increase in receivables	(31,354,813)	18,368,876	—
Increase in other assets	178,013,378	—	—
Acquisition of fixed assets	509,871,982	—	—
Decrease in accounts payable and accrued expenses	31,051,912	11,059,604	—
Retirement of notes payable	17,649,088	—	—
Retirement of bonds	1,504,165,078	—	—
Total Uses of Financial Resources	2,407,738,821	2,224,547,363	5,000
Net Increase (Decrease) in Cash and Cash Equivalents	21,675,173	9,920,298	1,125
CASH AND CASH EQUIVALENTS—Beginning of Year	142,619,142	164,119	138
CASH AND CASH EQUIVALENTS—End of Year	$ 164,294,315	$ 10,084,417	$ 1,263

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
UNIVERSITY FUNDS
BALANCE SHEET
JUNE 30, 1987

	CURRENT FUNDS	
	Unrestricted	**Restricted**
ASSETS		
CASH AND CASH EQUIVALENTS	$ 43,476,452	$16,949,910
INVESTMENTS	—	12,151,468
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES		
Departmental	77,407,576	27,464,947
FIXED ASSETS	—	—
OTHER ASSETS		
Due from other funds	934,856	11,523,136
Other	10,187,075	115,261
Total Assets	$132,005,959	$68,204,722
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued expenses	$ 79,062,222	$ 9,916,400
Deferred revenue	20,902,014	6,280
Due to other funds	11,424,584	—
Other	7,696,822	1,873,417
Deferred compensation payable	365,000	—
Revenue bonds payable	—	—
Notes payable	—	50,000
Capital leases payable	—	—
Total Liabilities	119,450,642	11,846,097
FUND BALANCES		
Cost of investment in facilities	—	—
Reserved for:		
Auxiliary enterprises	1,859,496	—
General university	6,448,325	—
Endowment and similar funds	—	—
Retirement of indebtedness	—	—
Unreserved—Undesignated	4,247,496	56,358,625
Total Fund Balances	12,555,317	56,358,625
Total Liabilities and Fund Balances	$132,005,959	$68,204,722

The accompanying notes are an integral part of the financial statements.

Loan Funds	Plant Funds	Endowment and Similar Funds	Total
$ 2,529,105	$ 92,123,727	$ 1,636,997	$ 156,716,191
139,000	210,768,282	99,715,326	322,774,076
36,792,406	23,270,541	136,438	165,071,908
—	1,170,694,037	—	1,170,694,037
4,333	1,289,991	—	13,752,316
90,000	9,605,201	6,000	20,003,537
$39,554,844	$1,507,751,779	$101,494,761	$1,849,012,065
$ —	$ 1,445,422	$ —	$ 90,424,044
—	—	—	20,908,294
—	1,887,514	440,218	13,752,316
—	4,932,617	523,342	15,026,198
—	—	—	365,000
—	305,732,387	—	305,732,387
—	11,491,148	—	11,541,148
—	7,856,366	—	7,856,366
—	333,345,454	963,560	465,605,753
—	1,029,640,178	—	1,029,640,178
—	—	—	1,859,496
32,413,952	39,819,373	—	78,681,650
5,188,199	8,430,461	100,531,201	114,149,861
—	8,580,021	—	8,580,021
1,952,693	87,936,292	—	150,495,106
39,554,844	1,174,406,325	100,531,201	1,383,406,312
$39,554,844	$1,507,751,779	$101,494,761	$1,849,012,065

STATE OF NEW JERSEY
UNIVERSITY FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	CURRENT FUNDS	
	Unrestricted	Restricted
REVENUES AND OTHER ADDITIONS		
Student tuition and fees	$133,312,416	$ 617,000
State appropriations	404,053,083	—
Auxiliary enterprises	69,905,262	—
Patient service revenue	91,747,473	32,291,929
Governmental grants and contracts	4,701,667	80,391,950
Fringe benefits paid directly by the State of New Jersey	82,593,970	—
Private gifts, grants and contracts	314,975	34,112,132
Investment income	—	7,288,246
Realized gains on endowment investments	2,046,927	—
Interest on loans receivable	—	—
Expended for plant facilities	—	—
Retirement of indebtedness	—	—
Other	21,935,559	6,949,874
Total Revenues and Other Additions	810,611,332	161,651,131
EXPENDITURES AND OTHER DEDUCTIONS		
Educational and general:		
Instruction	276,105,146	7,359,587
Research	26,243,475	74,448,572
Public service	19,958,988	26,549,439
Academic support	29,056,736	1,831,810
Student services	31,699,336	6,391,009
Institutional support	67,478,786	6,441,194
Scholarships and fellowships	2,407,421	3,431,464
Operation and maintenance plant	80,855,777	2,000
Auxiliary enterprises	56,493,212	—
Expenditures for plant facilities	—	—
Loan cancellations, write-offs and refunds	—	431,953
Disposal of property, plant and equipment	—	—
Interest on indebtedness	—	—
Retirement of indebtedness	—	—
Other	151,194,299	18,677,736
Total Expenditures and Other Deductions	741,493,176	145,564,764
Net Revenues	69,118,156	16,086,367
HIGHER EDUCATION AND UNIVERSITY HOSPITAL INTERFUND TRANSFERS IN (OUT)		
Mandatory:		
Principal and interest	(11,247,660)	—
Loan funds matching grants	(79,028)	—
Non-mandatory:		
Plant funds	(54,172,286)	(6,048,855)
Other	1,224,980	(2,594,374)
Total Higher Education and University Hospital Interfund Transfers	(64,273,994)	(8,643,229)
Net Increase (Decrease) in Fund Balances	4,844,162	7,443,138
FUND BALANCES—JULY 1, 1986	7,711,155	48,915,487
FUND BALANCES--JUNE 30, 1987	$ 12,555,317	$ 56,358,625

The accompanying notes are an integral part of the financial statements.

Loan Funds	Plant Funds	Endowment and Similar Funds	Total
$ —	$ 3,352,695	$ —	$ 137,282,111
—	12,760,262	—	416,813,345
—	—	—	69,905,262
—	—	—	124,039,402
832,335	1,000,000	—	86,925,952
—	—	—	82,593,970
76,544	11,656,730	2,478,477	48,638,858
666,155	13,097,046	1,041,466	22,092,913
—	—	5,384,903	7,431,830
212,594	—	—	212,594
—	78,571,733	—	78,571,733
—	2,324,362	—	2,324,362
104,872	7,352,621	82,164	36,425,090
1,892,500	130,115,449	8,987,010	1,113,257,422
—	—	—	283,464,733
—	—	—	100,692,047
—	—	—	46,508,427
—	—	—	30,888,546
—	—	—	38,090,345
60.000	—	—	73,979,980
—	—	—	5,838,885
—	—	—	80,857,777
—	—	—	56,493,212
—	70,023,708	—	70,023,708
335,101	—	—	767,054
—	3,402,856	—	3,402,856
—	12,944,640	—	12,944,640
—	2,324,362	—	2,324,362
584,209	8,356,223	568,253	179,380,720
979,310	97,051,789	568,253	985,657,292
913,190	33,063,660	8,418,757	127,600,130
—	11,247,660	—	—
79,028	—	—	—
—	60,221,141	—	—
—	(240,856)	1,610,250	—
79,028	71,227,945	1,610,250	—
992,218	104,291,605	10,029,007	127,600,130
38,562,626	1,070,114,720	90,502,194	1,255,806,182
$39,554,844	$1,174,406,325	$100,531,201	$1,383,406,312

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Actual	Adjustment to Budgetary Basis
REVENUES		
Taxes	$ 6,339,273,369	$ 9,426,811
Federal and other grants	2,179,995,938	4,536,205
Licenses and fees	439,626,745	—
Services and assessments	700,259,147	11,641,028
Investment earnings	59,929,992	—
Other	67,752,557	1,245,618
Total Revenues	9,786,837,748	26,849,662
OTHER INCREASES		
Transfers from other funds	575,517,421	(239,720)
Other	684,799	26,055,242
Total Other Increases	576,202,220	25,815,522
Total Revenues and Other Increases	10,363,039,968	52,665,184
EXPENDITURES		
Public safety and criminal justice	736,505,355	48,686,705
Physical and mental health	1,715,487,435	33,895,599
Educational, cultural and intellectual development	2,728,742,368	39,298,947
Community development and environmental management	391,806,939	45,896,334
Economic planning, development and security	1,427,067,613	19,218,545
Transportation programs	540,802,307	(2,507,550)
Government direction, management and control	1,913,776,512	3,590,757
Special government services	93,147,925	16,712,748
Total Expenditures	9,547,336,454	204,792,085
OTHER DECREASES		
Transfers to other funds	517,936,397	(417,646)
Other	—	—
Total Other Decreases	517,936,397	(417,646)
Total Expenditures and Other Decreases	10,065,272,851	204,374,439
Net Increase (Decrease) in Fund Balances for the Year	$ 297,767,117	$(151,709,255)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$ 6,348,700,180	$ 6,151,982,612	$ 196,717,568
2,184,532,143	2,173,640,372	10,891,771
439,626,745	452,856,504	(13,229,759)
711,900,175	670,483,958	41,416,217
59,929,992	18,540,690	41,389,302
68,998,175	29,709,655	39,288,520
9,813,687,410	9,497,213,791	316,473,619
575,277,701	524,816,491	50,461,210
26,740,041	51,929,882	(25,189,841)
602,017,742	576,746,373	25,271,369
10,415,705,152	10,073,960,164	341,744,988
785,192,060	903,380,428	118,188,368
1,749,383,034	1,776,925,527	27,542,493
2,768,041,315	2,925,515,138	157,473,823
437,703,273	748,389,477	310,686,204
1,446,286,158	1,516,899,466	70,613,308
538,294,757	606,456,662	68,161,905
1,917,367,269	2,137,059,851	219,692,582
109,860,673	116,696,147	6,835,474
9,752,128,539	10,731,322,696	979,194,157
517,518,751	517,518,751	—
—	—	—
517,518,751	517,518,751	—
10,269,647,290	11,248,841,447	979,194,157
$ 146,057,862	$ (1,174,881,283)	$1,320,939,145

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Actual	Adjustment to Budgetary Basis
REVENUES		
Taxes	$2,605,521,438	$ —
Total Revenues	2,605,521,438	—
OTHER INCREASES		
Transfers from other funds	385,600	—
Total Other Increases	385,600	—
Total Revenues and Other Increases	2,605,907,038	—
EXPENDITURES		
Educational, cultural and intellectual development	1,813,296,070	3,870,310
Government direction, management and control	421,894,438	1,507,411
Total Expenditures	2,235,190,508	5,377,721
OTHER DECREASES		
Total Other Decreases	—	—
Total Expenditures and Other Decreases	2,235,190,508	5,377,721
Net Increase (Decrease) in Fund Balances for the Year	$ 370,716,530	$(5,377,721)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$2,605,521,438	$2,217,000,000	$388,521,438
2,605,521,438	2,217,000,000	388,521,438
385,600	—	385,600
385,600	—	385,600
2,605,907,038	2,217,000,000	388,907,038
1,817,166,380	1,818,000,000	833,620
423,401,849	424,580,000	1,178,151
2,240,568,229	2,242,580,000	2,011,771
—	—	—
2,240,568,229	2,242,580,000	2,011,771
$ 365,338,809	$ (25,580,000)	$390,918,809

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Actual	Adjustment to Budgetary Basis
REVENUES		
Other	$1,618,051	$ —
Total Revenues	1,618,051	—
EXPENDITURES		
Public safety and criminal justice	(3,826)	(19,650)
Total Expenditures	(3,826)	(19,650)
Net Increase (Decrease) in Fund Balances for the Year	$1,621,877	$ 19,650

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$1,618,051	$1,600,000	$ 18,051
1,618,051	1,600,000	18,051
(23,476)	510,039	533,515
(23,476)	510,039	533,515
$1,641,527	$1,089,961	$551,566

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Actual	Adjustment to Budgetary Basis
REVENUES		
Licenses and fees	$47,345,518	$ —
Total Revenues	47,345,518	—
OTHER INCREASES		
Transfers from other funds	—	—
Total Other Increases	—	—
Total Revenues and Other Increases	47,345,518	—
EXPENDITURES		
Public safety and criminal justice	27,640,982	505,232
Government direction, management and control	19,605,359	585,195
Total Expenditures	47,246,341	1,090,427
OTHER DECREASES		
Transfers to other funds	30,493	(30,493)
Total Other Decreases	30,493	(30,493)
Total Expenditures and Other Decreases	47,276,834	1,059,934
Net Increase (Decrease) in Fund Balances for the Year	$ 68,684	$(1,059,934)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$47,345,518	$51,017,000	$(3,671,482)
47,345,518	51,017,000	(3,671,482)
—	—	—
—	—	—
47,345,518	51,017,000	(3,671,482)
28,146,214	29,966,000	1,819,786
20,190,554	21,051,000	860,446
48,336,768	51,017,000	2,680,232
—	—	—
—	—	—
48,336,768	51,017,000	2,680,232
$ (991,250)	$ —	$ (991,250)

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL—BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Actual	Adjustment to Budgetary Basis
REVENUES		
Taxes	$188,996,098	$ —
Investment earnings	10,498,785	—
Total Revenues	199,494,883	—
OTHER INCREASES		
Total Other Increases	—	—
Total Revenues and Other Increases	199,494,883	—
EXPENDITURES		
Physical and mental health	55,689,511	125,994
Economic planning, development and security	66,718,311	1,530,305
Transportation programs	9,331,938	4,168,062
Government direction, management and control	17,900,000	—
Total Expenditures	149,639,760	5,824,361
OTHER DECREASES		
Transfers to other funds	7,023,000	—
Total Other Decreases	7,023,000	—
Total Expenditures and Other Decreases	156,662,760	5,824,361
Net Increase (Decrease) in Fund Balances for the Year	$ 42,832,123	$(5,824,361)

The accompanying notes are an integral part of the financial statements.

Actual on Budgetary Basis	Budget	Variance-Favorable (Unfavorable)
$188,996,098	$183,000,000	$ 5,996,098
10,498,785	2,000,000	8,498,785
199,494,883	185,000,000	14,494,883
—	—	—
199,494,883	185,000,000	14,494,883
55,815,505	81,512,594	25,697,089
68,248,616	72,978,406	4,729,790
13,500,000	13,500,000	—
17,900,000	18,900,000	1,000,000
155,464,121	186,891,000	31,426,879
7,023,000	7,023,000	—
7,023,000	7,023,000	—
162,487,121	193,914,000	31,426,879
$ 37,007,762	$ (8,914,000)	$45,921,762

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) FUND ACCOUNTING

The Governmental Accounting Standards Board in its Statement 1 entitled *Authoritative Status of NCGA Pronouncements and AICPA Industry Audit Guide* continued in force the National Council on Governmental Accounting's (NCGA) Statement 1. NCGA Statement 1 defines a fund as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. These statements reflect financial reporting practices in accordance with that definition.

Basis of Preparation:

The accompanying financial statements include the fund and account groups of the State of New Jersey. In addition, the financial statements of various public benefit corporations, authorities, commissions and universities for which the State has oversight responsibility have been included as part of the State's financial reporting entity.

The financial statements have been prepared primarily from accounts and records maintained by the State Comptroller. The financial data for the various public benefit corporations, authorities, commissions and universities has been derived from reports prepared by those organizations based on independent accounting systems maintained by those organizations.

GOVERNMENTAL FUNDS

General Fund:

The General Fund is the fund into which all State revenues, not otherwise restricted by statute, are deposited and from which appropriations are made. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes and Federal sources and certain miscellaneous revenue items are recorded in the General Fund. The appropriations act enacted by the Legislature provides the basic framework for the operation of the General Fund.

Special Revenue Funds:

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Fund:

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Amounts provided by the General Fund are deposited with banks that serve as paying agents.

The accounts which comprise this Fund are established based upon the following bond acts:

Beaches and Harbors (1977)
Clean Waters (1976)
Community Development (1982)
Correctional Facilities Construction (1982)
Emergency Flood Control (1978)
Energy Conservation (1980)
Farmland Preservation (1981)
Higher Education Construction (1971)
Highway Improvement (1930)
Human Services Facilities Construction (1984)
Institutional Construction (1978)
Institutions Construction (1976)
Jobs, Science and Technology (1984)
Medical Education Facilities (1977)
Natural Resources (1980)
New Jersey Bridge Rehabilitation and Improvement (1983)
New Jersey Green Acres (1983)
New Jersey Institutions Construction (1964)
Public Building Construction (1968)
Public Purpose Buildings Construction (1980)
Refunding Bonds (1985)
Shore Protection (1983)
State Facilities for Handicapped (1973)
State Higher Education (1959)
State Higher Education Construction (1964)
State Housing Assistance (1968)
State Institution Construction (1960)
State Land Acquisition and Development (1978)
State Mortgage Assistance (1976)
State Recreation and Conservation Land Acquisition (1961)
State Recreation and Conservation Land Acquisition (1971)
State Recreation and Conservation Land Acquisition and Development (1974)
State Transportation (1968)
Transportation Rehabilitation and Improvement (1979)
Wastewater Treatment (1985)
Water Conservation (1969)
Water Development (1958)
Water Supply (1981)

Capital Projects Funds:

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities for State use. Funds granted to other units of government for facilities are not classified as Capital Projects Funds and are included as expenditures of Special Revenue Funds. The State Land Acquisition and Development Fund, State Recreation and Conservation Land Acquisition Fund (1971), and State Recreation and Conservation Land Acquisition and Development Fund (1974) which have been classified as Special Revenue Funds, and the Transportation Rehabilitation and Improvement Fund, which is classified as a Capital Projects Fund, include funds both for capital facilities for State use and for grants to other units of government.

PROPRIETARY FUND TYPE

Enterprise Funds:

Enterprise Funds account for operations where the intent of the State is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where periodic measurement of the results of operations is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The Enterprise Funds include the accounts of public benefit corporations, public authorities, private not-for-profit corporations and similar entities. The accompanying financial statements are derived from their most recently issued annual financial statements. The inclusion of these entities in the State's combined financial statements reflects the oversight role exercised by the State over them, but does not affect their separate legal standing. Oversight is defined to include criteria such as appointment of the board, designation of management, scope of public service and the ability to significantly influence operations.

Additional information, including an explanation of the entities included and their basis of accounting, is provided in Note 20.

FIDUCIARY FUNDS

Trust and Agency Funds:

Trust and Agency Funds are used to account for assets held by the State in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust, Nonexpendable Trust, Pension Trust, and Agency Funds. Nonexpendable Trust and Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

The General Long-Term Obligations Account Group accounts for the unmatured general long-term liabilities of the State.

There are four types of public purpose capital financings through borrowing which are done by the State of New Jersey or which the State supports through annual appropriations: (1) full faith and credit or direct debt; (2) authority financing; (3) lease agreements; (4) state-aid for local educational financings.

This account group sets forth the amounts which are supported by the State's full faith and credit (item 1 and 3 above) and do not include borrowing by authorities or local financing (item 2 and 4 above). Borrowing by authorities and universities is described in Note 20.

The General Long-Term Obligations Account Group includes the liabilities for future payments under capital lease agreements.

UNIVERSITY FUNDS

The University Funds account for the operations of Rutgers, the State University and the University of Medicine and Dentistry of New Jersey and New Jersey Institute of Technology including their foundations and associations, in accordance with existing authoritative accounting and reporting principles applicable to universities and hospitals. Accordingly, the University Fund type is an aggregation of the following funds:

Current

Current funds account for economic resources of the institution which are expendable for any purpose in performing the primary objectives of the institution and which have not been designated by the governing body for any other purpose. Resources restricted for specific current operating purposes by a donor or other external agency are accounted for as restricted current funds.

Loan

Loan funds account for resources available for loans to students, staff and faculty.

Endowment and Similar

Endowment and similar funds are related to trust funds in that they must be administered in accordance with the terms of the applicable agreement.

Plant

Plant funds consist of resources available to acquire or repair institutional properties, to service debt incurred to acquire such properties and the cost of fixed assets and the sources from which the cost is funded, including associated liabilities.

Agency

Agency funds consist of funds held by the institution acting in the capacity of an agent, for distribution to designated beneficiaries.

Foundations

Foundations and associations have been established to promote and serve the interests and welfare of their respective universities.

The accompanying financial statements are derived from the universities' most recently issued annual financial statements. Additional information including an explanation of the universities included and their bases of accounting is provided in Note 20.

(B) BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made regardless of the measurement focus applied.

The General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Expendable Trust Funds, and Agency Funds are accounted for using the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they become susceptible to accrual—that is, when they become both measurable and available to finance expenditures of the fiscal period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Those revenues which are considered to be susceptible to accrual include amounts received during the 12 month period subsequent to June 30 as well as amounts received by the Treasury during the month of July that were earned as of June 30 and in the hands of receiving agents. In addition, accruals include amounts earned as of June 30 for Investment earnings, Federal Revenues, and items billed as of June 30 but received subsequent to July 31.

Pension and non-expendable Trust Funds are accounted for on an accrual basis of accounting.

Revenues that are determined not to be susceptible to accrual because they either are not available soon enough to pay liabilities of the current period or are not objectively measurable include various fees and self-assessed taxes.

Refunds of revenue applicable to June 30 but anticipated to be paid subsequently are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

Appropriations are authorized by an act of the Legislature for expenditure during the fiscal year and for a period of one month thereafter. Expenditures are recorded on an accrual basis when the related liability is incurred. Modifications to the accrual basis of accounting include:

(a) Disbursements for prepaid expenses, inventory items, and fixed assets are recorded as expenditures when incurred.

(b) Accumulated unpaid vacation and sick pay are not accrued. (See Note 12).

Expenditures for principal and interest on general obligation long-term debt are recognized as expenditures when due.

Encumbrances represented by purchase orders and contracts are recorded and reported as reservations of fund balance since they do not constitute expenditures or liabilities.

The General Long-Term Obligations Account Group is not a fund. An account group is concerned only with the measurement of financial position and does not involve measurement of results of operations.

(1) GENERAL OBLIGATION BONDS

At the time of sale of general obligation serial bonds by the State, as authorized by the approved bond act, the principal amount of each series sold is recorded in an account of the General Long-Term Obligations Account Group. The recording of the long-term liability is offset with an increase to the "amount to be provided" account.

Upon enactment of the State's annual appropriations for amounts of principal to be paid to bondholders during that fiscal year, such amounts of principal as appropriated reduce both the amount to be provided and the general obligation bond payable accounts.

(2) LEASE COMMITMENTS

Obligations for future lease commitments due beyond one year from the balance sheet date are recorded at the present value of future minimum lease payments under capitalized realty and equipment lease agreements. The recording of the long-term liability is offset with an increase in the "amount to be provided" account.

(C) REVENUE AND EXPENDITURE BUDGETS

1. The General Fund and those Special Revenue Funds detailed in the following table operate under a budgetary control system comprised of:
   (a) The Annual Appropriations Act approved June 30, 1986 for fiscal year 1987 and various supplemental appropriations acts during the fiscal year.
   (b) Reappropriations (authorized by the Annual Appropriations Act) of prior year funds which are available for expenditure in the current year.
   (c) Appropriated Revenues (authorized by the Annual Appropriations Act) which established certain revenues as appropriations.

The above items provided the following amounts for the fiscal year 1987 budget:

	Revenue and Other Increases (In Millions)				
	General Fund	Casino Control Fund	Casino Revenue Fund	Gubernatorial Elections Fund	Property Tax Relief Fund
Annual Appropriations Act	$ 6,633.6	$51.0	$185.0	$1.6	$2,217.0
Reappropriations	26.8	—	—	—	—
Appropriated Revenue	3,413.6	—	—	—	—
Totals	$10,074.0	$51.0	$185.0	$1.6	$2,217.0

	Expenditures and Other Decreases (In Millions)				
	General Fund	Casino Control Fund	Casino Revenue Fund	Gubernatorial Elections Fund	Property Tax Relief Fund
Annual Appropriations Act	$ 6,921.2	$51.0	$193.9	$ —	$2,242.6
Reappropriations	914.1	—	—	.5	—
Appropriated Revenue	3,413.6	—	—	—	—
Totals	$11,248.9	$51.0	$193.9	$ .5	$2,242.6

Budgetary control is maintained at the program unit level.

The accompanying Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual—Budgetary Basis presents comparisons of the legally adopted budget with actual data on a budgetary basis.

The State's budgetary basis of accounting differs from that utilized to present financial statements in conformance with generally accepted accounting principles (GAAP). The main differences between the budgetary basis and the GAAP basis are that under the budgetary basis encumbrances are recognized as expenditures, the Federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year.

There were no expenditures in excess of appropriations for those funds operating under an annual budgetary control system.

2. Other Special Revenue Funds, Capital Projects Funds, and Trust Funds do not operate under an annual budgetary control system, but expenditures are authorized by the enabling legislation. Accordingly, the Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual—Budgetary Basis does not include these funds.
3. The State Lottery operates under an informal budgetary control system approved by the New Jersey State Lottery Commission which for fiscal year 1987 resulted in the Governor's revenue certification of $425.0 million representing transfers from the State Lottery Fund to the General Fund.

(D) FIXED ASSETS

The State owns extensive fixed assets consisting of: (1) land, (2) office buildings, hospitals, educational facilities, etc., and (3) equipment used in construction, data processing, hospitals, offices, etc. Fixed assets, including public domain general fixed assets ("infrastructure"), are recorded as expenditures at the time of acquisition and are not included as assets of any of the funds. The State does not currently maintain a centralized system accounting for fixed assets and therefore an estimate of the total value for fixed assets is not readily available.

(E) FUND BALANCES

The Fund balance of the various funds consists of:

(a) **Reserved for encumbrances**—used to segregate a portion of fund balance to provide for expenditure upon vendor performance of purchase agreements.

(b) **Reserved—Other**—used to earmark a portion of the fund balance to indicate it is either a resource currently unavailable for appropriation or expenditure, or a statutory restriction on current fund balance.

(c) **Unreserved—Designated for continuing appropriations**—used to represent that portion of the fund balance available to finance expenditures of the subsequent period.

(d) **Unreserved—Undesignated**—used to represent that portion of the fund balance resources available for appropriation.

(F) OTHER

(1) CONSTITUTIONAL PROVISIONS

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one percent of total appropriations for the year) unless such law shall have been submitted to the people at a general election and approved by a majority of the legally qualified voters.

(2) FINANCIAL REPORTING

Agency Funds--Change in Assets and Liabilities

Agency Funds are custodial in nature and do not involve measurement of operations; accordingly, there is no Statement of Revenues, Expenditures and Changes in Fund Balances.

(3) OPERATING TRANSFERS

During the course of normal operations the State has numerous routine transactions between funds, including expenditures and transfers of resources to provide administrative services, program services, and service debt. The accompanying financial statements generally reflect such transactions as operating transfers. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursements of expenses.

(4) HEALTH BENEFIT FUNDS

The accompanying financial statements include the following health benefit funds:

Health Benefits Program Fund established by N.J.S.A. 52:14-17.25 et seq. provides employer paid basic health services.

Dental Expense Program Fund established by N.J.S.A. 52:14-17.29 provides for eligible members to contribute premiums calculated to meet half the cost of the plan.

The Prescription Drug Program Fund established by N.J.S.A. 52:14-17.29 provides employer paid coverage for drugs prescribed by a physician for all State employees.

Alternate Benefit Programs Fund established by N.J.S.A. 18A:66-167 et seq. to permit full time faculty members of public institutions of higher education to transfer their interests in the State pension plans to this program.

The Alternate Benefit Long Term Disability Fund was established October 1, 1986. It is an employer funded expendable trust fund, for Long Term Disability. Benefits will be paid to those members of the Alternate Benefits Programs Fund who have been disabled for two years or more since October 1, 1986.

These funds are classified as expendable trust funds and are accounted for using a modified accrual basis of accounting. The funds are self insured programs administered by insurance carriers. Claims paid by the insurance carriers are reimbursed from the funds. Fund balances in each of these funds are available to pay claims of future periods. These balances are maintained to stabilize rates and assure the ability to meet unexpected increases in claims. Each year actuarial studies are conducted to review present rate structure as compared to projections of anticipated claims and expenses in order to determine the need for rate and premium changes.

A complete description of the plan agreements vesting and benefit provisions can be found in various Employee Benefit Pamphlets published by the New Jersey Division of Pensions.

(5) OTHER

The financial statements of the Client Security Fund and the Office of Attorney Ethics are as of December 31, 1986. These funds are administered by state officials within the Judicial Branch of the State Government. Other significant accounting policies are described in Notes 2 to 22.

NOTE 2—CHANGES IN ACCOUNTING POLICY

(A) CAPITAL LEASES

Amounts in the General Long-Term Obligations Account Group, under the classification Capital Leases, include a significant portion which is attributable to Certificates of Participation. In the past, only that part of Certificates of Participation for which equipment had been delivered and accepted was recognized as an obligation of the State. Language in the Certificates indicates that although these are not instruments of the State, an obligation does exist on the part of the State to comply with formal repayment schedules. This applies regardless of the status of the equipment.

In order to reflect more accurately the obligations of the State, Capital Leases, beginning in Fiscal Year 1987, will now include future principal payments for all Certificates of Participation outstanding at the close of the fiscal year. A comparison of the schedule for capital equipment leases as it appeared in the Notes to the Financial Statements as of June 30, 1986 and as it would appear under the new method of accounting follows:

Fiscal Year	Original Method (In Millions)	Revised Method (In Millions)
1987	$ 8.41	$ 29.43
1988	6.46	34.64
1989	2.63	35.07
1990	—	31.21
Total minimum lease payments 1987-1990	17.50	214.73
Less: Interest	1.28	43.60
Present value of principal payments 1987-1990	16.22	86.75
Principal payments 1991 and after	—	84.38
Total present value minimum lease payments	$16.22	$171.13

NOTE 3—RESTATEMENTS

The beginning fund balance of the *State Recycling Fund* has been restated from $8.5 million to $10.7 million to adjust for prior years' loans previously unrecorded.

Unemployment Compensation Auxiliary Fund beginning fund balance has been restated from $16.5 million to $8.6 million to adjust for a change in the method of recording revenues, whereby penalties and interest are recorded when received.

NOTE 4—CASH AND DEPOSITS

(a) Negative book balances of $192.8 million representing a managed overdraft have been reclassified and are included in the accounts payable balance as follows:

Funds	Amount (In Millions)
General Fund	$153.0
Special Revenue Funds	6.6
Capital Projects Funds	2.9
Trust and Agency Funds	25.3
Total	$187.8

(b) Cash transactions of the Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation and Property Tax Relief Funds are made through and by the General Fund cash accounts. The balances of cash for these funds held in the General Fund, after receipt and disbursement transactions, are accounted for and reflected in the respective Due from or Due to accounts on the Balance Sheets. All other funds maintain individual bank accounts.

(c) In the Debt Service Fund, principal and interest amounts charged by the fiscal agent for which cancelled documents may not have been delivered to the State are recognized as reductions of cash and the related liability.

(d) New Jersey Revised Statutes (52:18-16.1) sets the policy that the State Treasurer must adhere to when depositing State Funds and the collateralization of such funds. The relationship between the face amount of the collateral and the amount of a deposit is not statutory but is stipulated by the State Treasurer. All bank accounts in which the State Treasurer deposits funds as well as certificates of deposit must be collateralized. Securities pledged as collateral must consist of obligations of or guaranteed by the United States or by the State of New Jersey. Securities are pledged in the State Treasurer's name and held by a custodian bank under a custodian agreement.

Collateral requirements for demand accounts and time accounts for banks having less than $10 million in State deposits per month are 100% and 120% of collateral, respectively, of the highest daily balance of each account. For banks that have State deposits which total $10 million or more per month, the amount of collateral required is 120% of the total average daily balance on deposit in the bank during each calendar quarter of the year. The amount of collateral required for certificates of deposits is 120% par value minus FDIC and FSLIC Coverage.

The State Department of Treasury monitors the level of collateral required to be maintained by the banks.

NOTE 5—INVESTMENTS

All securities purchased are recorded at cost and amortized for premium or discount. Securities received as donations and from settlement of claims are recorded at market value when received, and any difference between that and the par value is amortized. Investments of the Deferred Compensation Fund and Supplemental Annuity Collection Trust Fund are recorded at market value. At June 30, 1987 the book value approximates market value. Investments of Common Pension Fund A and Common Pension Fund B totalling $12.2 billion are recorded at cost. The market value of these investments at June 30, 1987 is $16.2 billion.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government, are combined into a large scale investment program. The

State's participation in the Cash Management Fund is reflected as part of Due from other funds in the Balance Sheet and consists of the following:

Funds	Amount Invested (In Millions)
General Fund	$1,773.1
Special Revenue Funds[1]	529.5
Capital Projects Funds[1]	192.4
Trust and Agency Funds	1,310.5
Total	$3,805.5

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[1] The Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation and Property Tax Relief Funds do not maintain separate investment accounts. Since cash transactions are handled by and through the General Fund as described in Note 4, any available cash balances for these funds reside in the General Fund and are combined with other balances for either participation in the State of New Jersey Cash Management Fund or direct investment as part of the General Fund large scale investment program. Except for the Casino Revenue Fund and the Casino Control Fund, investment earnings for these funds accrue to the General Fund.

The value of the Cash Management Fund at the balance sheet date approximates market value.

Approximately $273.7 million of investments represents deposit fund contracts for future installment payments of lottery prizes due beyond one year from the balance sheet date. Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Purchases of deposit fund contracts are recorded as an expenditure in the State Lottery Fund in the year of purchase. An agency fund has been established to record the deposit fund contracts and related liabilities at present value. In the event of default in making future payments by the insurance company from which the contracts were purchased, the State Lottery Commission would be liable for such future payments. Face value of deposit fund contracts approximates $693.7 million.

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in obligations of the U.S. Treasury, agencies, and municipal or political subdivisions of the State; commercial paper; bankers acceptances; revenue obligations of public authorities; debt instruments of banks; collateralized notes and mortgages; certificates of deposit; repurchase agreements; equity and convertible equity securities and other common types of investment securities. Investee institutions and organizations are prescribed by the statutes and regulations based on such things as minimum capital, dividend paying history, credit history, and other evaluation factors.

The purchase, sale, receipt of income and other transactions affecting investments are governed by custodial agreements between the investing funds through the State Treasurer and custodian banks as agents for the funds. State laws and policies set forth the requirements of such agreements and other particulars as to be the size of the custodial institution, amount of the portfolio to be covered by the agreements and other pertinent matters.

Federal securities, including federal securities held as collateral on repurchase agreements, are maintained at Federal Reserve Banks in Philadelphia and New York through the custodian banks in trust for the State of New Jersey. A significant portion of corporate equity and debt securities are maintained by the Depository Trust Company (DTC) through the custodian banks in trust for the State of New Jersey.

Securities not maintained by the Federal Reserve Banks or DTC are in the name of a designated nominee representing the securities of a particular state fund which establishes the state fund's unconditional right to the securities. The custodian banks as agents for the state funds maintain internal accounting records identifying the securities maintained by the Federal Reserve Banks and the DTC as securities owned by or pledged to the state funds.

Except for repurchase agreements ($33,819,000 at June 30, 1987 secured by federal securities), collateralization of investment is generally not required.

The following schedule (in millions) presents the carrying amount and market value of investments by type of investment for the State's Governmental and Fiduciary Fund types. The schedule does not include the investments of the Enterprise Funds and the University Funds. Information on deposits and investments of the Enterprise Funds and University Funds is presented in Note 20.

Type of Security	Carrying Value	Market Value
U.S. Government and Municipal Government bonds and obligations	$ 9,441.6	$ 9,684.3
Repurchase agreements	33.8	33.8
Industrial bonds	692.4	656.5
Telephone bonds	207.5	192.2
Gas and electric bonds	807.4	757.5
Water bonds	4.4	3.7
World Bank bonds	17.9	17.2
Canadian bonds	175.0	166.1
Finance companies—senior debt	57.0	54.1
Railroad equipment obligations	7.0	6.9
Commercial paper	358.7	358.7
Mortgage	2,072.3	2,023.7
Common stocks	6,302.9	10,229.1
Mortgage—backed certificates	141.8	138.4
Time certificates of deposits	262.2	262.2
Lottery deposit fund contracts	273.7	273.7
Other	25.7	24.6
Unallocated units N.J. Cash Management Fund	8.4	8.4
Accounting practices for adjustments to cost	60.8	—
Total	$20,950.5	$24,891.1

NOTE 6—RECEIVABLES

Departmental

Departmental accounts receivable include amounts which were substantially collected within the one month period subsequent to June 30 and include most major tax revenues. Amounts included in these receivables but not collected within the one month period subsequent to June 30 are deemed to be collectible, and therefore no allowance for doubtful accounts is necessary.

In addition, the Departmental accounts receivables are reflected net of allowances of $125.1 million for the following items:

	Amount (In Millions)
General Fund:	
Class II Railroad Taxes and Interest Receivable	$ 29.7
Railroad Franchise Taxes Receivable	8.9
Patient Accounts Receivable	.7
Special Revenue Funds:	
Casino Control Fund—Fees	1.6
Trust Funds:	
Unemployment Compensation Contributions Receivable	68.9
State Disability Benefits Contributions Receivable	15.3
Total	$125.1

Federal

Federal government receivables are composed of amounts established as appropriations based upon grant awards, the expenditure of which is the basis for reimbursement. Since all amounts due from the Federal government are considered to be collectible, no allowance has been established for doubtful collections. Also see Note 19—Federal Programs.

These Federal receivables are reported in conformance with generally accepted accounting principles as defined in *Statement 2—Grant, Entitlement and Shared Revenue Accounting and Reporting by State and Local Governments* published by the National Council on Governmental Accounting. Inasmuch as encumbrances do not constitute expenditures, and since recognition of grants and entitlements as revenue is primarily based on expenditures, there is an additional $468.1 million of Federal government awards consisting of encumbrances and appropriation balances which are considered unearned and unrecorded as of June 30, 1987. In addition, at June 30, 1987 there was $31.0 million of unrecorded transportation apportionments deferred to future years.

Loans and Other

Fund	Loans	Other	Gross	Allowance	Net
	(In Millions)				
General Fund	$ 1.5	$ 69.0	$ 70.5	$ 69.0	$ 1.5
Special Revenue Funds	211.3	82.9	294.2	69.6	224.6
Capital Projects Funds	—	7.3	7.3	—	7.3
Trust and Agency Funds	341.8	681.4	1,023.2	75.9	947.3
Total	$554.6	$840.6	$1,345.2	$214.5	$1,180.7

Loans receivable ($554.6 million) are reduced by allowances of $12.0 million and include $31.4 million due from the New Jersey Housing and Mortgage Finance Authority, $10.8 million due the Luxury Tax Fund from the Atlantic County Improvement Authority for housing projects, $161.7 million due from local units of government for environmental projects, $9.4 million representing Higher Education Assistance Fund loans to students, $321.5 representing loans from respective pension funds to participating members of the pension funds, and $15.6 million loaned to local units of government for economic development.

Other Receivables totaling $840.6 million are reduced by allowances of $202.5 million and include amounts due from lottery ticket sales ($17.9 million), assessments to uninsured motorists ($9.3 million), receivables for surcharge remittance ($13.0 million), and accrued interest and dividends on investments ($171.1 million), and contributions due from employees and members to the respective pension funds ($321.6 million).

NOTE 7—INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables ($17.1 billion) are referred to respectively as Due from other funds and Due to other funds on the Balance Sheet. A summary of interfund receivables and payables at June 30, 1987 is presented below:

Due From	General Fund	Special Revenue Funds	Capital Projects Funds	Trust and Agency Funds	University Funds	Total
	Due To (In Millions)					
General Fund	$ —	$ 526.3	$ —	$ 43.7	$ —	$ 570.0
Special Revenue Funds	95.4	14.2	—	—	—	109.6
Capital Projects Funds	69.4	—	2.7	—	—	72.1
Trust and Agency Funds	1,815.5	534.2	192.4	13,828.4	—	16,370.5
University Funds	—	—	—	—	13.7	13.7
Total	$1,980.3	$1,074.7	$195.1	$13,872.1	$13.7	$17,135.9

NOTE 8—ACCOUNTS PAYABLE

Accounts payable consist primarily of amounts due for goods or services received by the State prior to June 30, 1987 and aid payments to eligible recipients. Other major items include negative cash book balances of $192.8 million (See Note 4), amounts due to lottery prize winners of $273.7 million, pension benefits payable of $67.3 million and health benefits payable to providers of $117.1 million as determined by the Fund's actuary.

NOTE 9—DEFERRED REVENUE

Deferred revenue represents amounts received but not earned as of June 30. These amounts will be earned in subsequent fiscal years.

Deferred revenue at June 30, 1987 in the General Fund ($79.9 million) consists principally of motor vehicle licenses and registrations, professional board licenses and fees, and college tuitions and fees. The amount at June 30, 1987 also includes approximately $8.8 million representing Business Dissolution Tax pending tax clearance certificates $6.5 million of receipts for Truck Axle Taxes collected but subject to possible refund, and $29.7 million in oil overcharge monies.

NOTE 10—ADVANCES FROM OTHER FUNDS

$9.6 million represents an advance from the General Fund to the Uncompensated Care Trust Fund in accordance with P.L. 1986, Chapter 204. $6.8 million represents an advance from the General Fund to the State Recycling Fund in accordance with P.L. 1987, Chapter 102. $.8 million represents an advance from the General Fund to the Deferred Compensation Fund.

NOTE 11—OTHER LIABILITIES

Other liabilities at June 30, 1987 include the following items:

> Deposits and accumulated earnings on investments ($1.0 billion) due to local units of government and school districts from the State of New Jersey Cash Management Fund. In the General Fund, $52.9 million of other liabilities consists principally of revenue refunds payable. In the Pension Adjustment Fund, $32.8 million represents amounts due to retirees for cost of living increases.

NOTE 12—ACCUMULATED UNPAID SICK AND VACATION BENEFITS

Cash payments for accumulated sick leave balances are made to retiring employees upon regular retirement. The payment is based on 50% of the employee's sick leave accumulation, at the pay rate in effect at the time of retirement up to a maximum of $15,000. Employees separating from State service prior to retirement are not entitled to payments for accumulated sick leave balances. At June 30, 1987 accumulated employee sick leave balances had an estimated value of $318.3 million. Cash payments for sick leave at retirement are made from annual legislative appropriations for salaries and wages on a "pay-as-you-go" basis. Payments for accumulated sick leave during fiscal year 1987 amounted to $3.5 million. Sick leave accumulations may also be used by an employee for a personal illness or injury as a means of continuing regular pay during illness or injury. Because future cash payments for unused sick leave and unpaid vacation benefits can not be reasonably determined, no amount has been included in the General Long-Term Obligations Account Group.

NOTE 13—GENERAL LONG-TERM DEBT

The general long-term debt outstanding as of June 30, 1987 is $2,774,440,000, which is secured by the full faith and credit of the State (the General Fund). Amount to be provided for retirement of general obligation bonds on the balance sheet represents appropriations to be provided in the future from the General Fund for principal payments.

Outstanding long-term debt as of June 30, 1986 was $2,479,055,000. During Fiscal Year 1987 the State issued $610,735,000 in bonds.

The amount provided by the General Fund to the Debt Service Fund for interest and principal payments for the fiscal year ended June 30, 1987 was $316,326,977. This is reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances as a Transfer to other funds in the General Fund and a Transfer from other funds in the Debt Service Fund.

A summary of debt service requirements on bonds outstanding as of June 30, 1987 to maturity is as follows:

Fiscal Year	Interest	Principal
1988	$ 181,758,575	$ 166,615,000
1989	171,025,666	185,051,000
1990	159,202,866	183,106,000
1991	147,263,823	179,750,000
1992	135,165,262	171,517,000
1993-1997	507,037,872	844,479,000
1998-2002	250,873,357	696,506,000
2003-2007	59,903,137	322,261,000
2008	1,608,796	25,155,000
	$1,613,839,354	$2,774,440,000

On October 1, 1986 the State sold a series of refunding bonds totalling $198,235,000. These bonds were issued for the purpose of refinancing certain maturities of several series of State of New Jersey General Obligation Bonds which were originally sold as two issues, one in the aggregate principal amount of $150,000,000 and originally dated December 1, 1982 and the other in the aggregate principal amount of $145,000,000 and originally dated October 1, 1984. The State refunded in advance the two bond issues to reduce its total debt service payments over the next nineteen years by $9.23 million and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $9.60 million.

Under the terms of the Refunding Bond issue, sufficient assets to pay all principal and interest on the refunded issues have been put into a special escrow account at a commercial bank. The financial transactions, assets, and liabilities of this special escrow agent account are not reflected in the financial statements of the State.

In addition, the State (the General Fund) has guaranteed the principal and interest payments on certain bonds issued by the New Jersey Sports and Exposition Authority. The amount outstanding on these bonds as of December 31, 1986, is $175,450,000. The State's liability is contingent upon the Authority's inability to meet such debt service requirements through derived revenues. The State believes that the revenue of the Authority will be sufficient to provide for the payment of debt service on these obligations without recourse to the State's guarantee.

The State may be required to provide appropriations ~~to~~ meet any annual deficiencies in debt service for the South Jersey Port Corporation and the New Jersey Housing and Mortgage Finance Agency. However, the Legislature is not legally bound to make such appropriations for these "moral obligation" bonds.

The New Jersey Housing and Mortgage Finance Agency has not had a deficiency in a debt service reserve which required the State to appropriate funds.

The State provides the South Jersey Port Corporation with funds to cover all debt service and property tax requirements when the Corporation's earned revenues are anticipated to be insufficient to cover these obligations. In December 1986, the Corporation certified that it would be able to provide sufficient funds from operations for debt service and would, therefore, not require a State appropriation for 1988.

In addition, legislation provides for future appropriations for state aid to local school districts equal to debt service on a maximum principal amount of $280,000,000 of bonds issued by such local school districts for construction and renovation of school facilities. New Jersey statutes also provide for state aid to counties equal to debt service up to $80,000,000 of bonds issued by counties for construction of county college facilities. The Legislature is not legally bound to make such future appropriations, but has done so to date on all outstanding obligations issued under these laws.

NOTE 14—LEASE COMMITMENTS

(A) REALTY LEASES

The State has entered into various realty lease agreements which have been identified as capital leases. The following is a schedule of the future minimum lease payments under the capitalized leases together with the present value of the net minimum lease payments as of June 30, 1987.

Fiscal Year	Amount (In Millions)
1988	$ 38.3
1989	47.5
1990	46.4
1991	46.1
1992	49.9
Total minimum lease payments—1988-1992	228.2
LESS: Amount representing interest	168.0
Present value of principal payments—1988-1992	60.2
Principal payments—1993 and after	425.9
Total present value of minimum lease payments	$486.1

Included in the above lease commitments are agreements between the State and several authorities which have issued their obligations to purchase or construct facilities to be rented by the State. The State agrees to make rental payments equal to the debt service of the respective authorities' funds, subject to and dependent upon appropriations being made by the State Legislature for such purposes. At the conclusion of the term of the lease agreements, title to the various facilities is to be transferred to the State.

(B) OTHER LEASES

In addition to realty leases, the State is actively involved in lease agreements for various types of equipment, e.g., data processing, photocopying, typewriters, vehicles, highway construction equipment, helicopters, etc.

Future obligations for identified equipment capital leases are presented below:

Fiscal Year	Amount (In Millions)
1988	$ 34.6
1989	35.1
1990	31.2
1991	27.3
1992	22.5
Total minimum lease payments—1988-1992	150.7
LESS: Amount representing interest	41.1
Present value of principal payments—1988-1992	109.6
Principal payments—1993 and after	46.2
Total present value of minimum lease payments	$155.8

A significant portion of the above figures represents assets which were purchased or refinanced through the sale of certificates of participation. These transactions are described below:

The State has entered into a series of master lease agreements with a trustee for the rental and purchase of equipment financed or refinanced by a trustee from the sale of certificates of participation. The State is required to make aggregate lease payments on the equipment that approximate the interest and principal payments to be made by the trustee to certified holders.

The initial lease agreement, effective April 1, 1984, consisted of $36,975,000 in principal and $7,884,726 in interest. The second agreement, conducted on February 15, 1985 amounted to $32,410,000 in principal and $9,249,112 representing interest. The third agreement, dated April 15, 1986, totalled $143,955,000 in future principal payments and $59,463,312 in interest.

NOTE 15—PENSIONS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems:

Consolidated Police and Firemen's Pension Fund (CPFPF)—established in January 1952 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with 2 active members.

Judicial Retirement System (JRS)—established in June 1973 to provide coverage to all members of the State judiciary system.

Police and Firemen's Retirement System (PFRS)—established in June 1944 to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after July 1, 1944.

Prison Officers Pension Fund (POPF)—established in January of 1941 to provide coverage to various employees working in state penal institutions who were appointed prior to January 1, 1960. The System was closed as of January 1960. Employees hired after January 1960 became members of PERS. This fund is not actuarially reserved as the State funds on a "pay as you go" basis.

Public Employees Retirement System (PERS)—established in January 1955 to provide coverage to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another state-administered retirement system.

State Police Retirement System (SPRS)—established in July 1965 to provide coverage to all uniformed officers and troopers in the State Police in the State.

Teacher's Pension and Annuity Fund (TPAF)—established in January 1955 to provide coverage to substantially all full time public school teachers in the State.

In addition to the above retirements systems, the State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of several state-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Central Pension Fund (CPF) which is a non-contributory defined benefit plan for special groups not included in other state-administered systems. The fund is not actuarially reserved nor does the state receive actuarial valuations for this system. The State funds the plan on a "pay as you go" basis.

The State also administers the Pension Adjustment Program which provides cost of living increases, equal to 60% of the change in the average consumer price index to eligible retirants in all state-sponsored pension systems. The cost of living increases are payable from the State of New Jersey Pension Adjustment Fund which is funded on a "pay as you go" basis.

The Systems have elected to report in conformity with National Council on Governmental Accounting (NCGA) Statement No. 1 which represents an acceptable reporting alternative under generally accepted accounting principles (GAAP) for retirement systems along with Financial Accounting Standards Board

(FASB) Statement No. 35 and NCGA Statement No. 6. The effective dates of the aforementioned statements were deferred indefinitely to allow the Governmental Accounting Standards Board (GASB) to formulate GAAP for public employee retirement systems.

The Systems provide for employee contributions based on percentages ranging from 3% to 10.63% of employees' annual compensation. Funding by state and state-related employers are based upon annual actuarially determined percentages of total compensation of all active members. The amount is determined annually that is necessary to provide the Systems with assets sufficient to meet benefit payments. For the year ended June 30, 1987, normal contribution rates for state and state-related employers ranged, from 6% to 32.28% and 6.87% to 16.01% respectively of active payroll. The State appropriation for the June 30, 1987 fiscal year paid July 1, 1986, is based on 1985 actuarial valuations and the state related employer contributions are payable June 30, 1987 based on the most recent 1986 actuarial valuations. The State's contribution totaled $504,239,794 and $460,345,100 for the years ended June 30, 1987 and June 30, 1986, respectively. The State's annual contribution approximates the actuarially determined pension cost for the year, including amortization of prior service cost over 5 to 27 years. The Systems use the "projected benefit method" with aggregate normal cost and frozen initial unfunded accrued liability. Under this method, employers are required to make a normal cost contribution and an accrued liability contribution to fund retirement benefits accrued by members with credited past service to be amortized over a specified number of years.

In determining plan obligations, assumed rates of return on investments range from 6.5% to 6.75% and assumed salary increases range from 1% to 12.497%. Mortality, vestings, retirement age and withdrawal estimates are based on various tables supplied by the actuary. Actuarial assumptions remained unchanged during the year.

Consulting actuaries determine the actuarial present value of accumulated plan benefits, which is the amount that results from applying actuarial assumptions to adjust the accumulated plan benefits earned by the participants to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal or retirement) between the valuation date and expected date of payment. The accumulated plan benefits information, calculated in accordance with FASB No. 35, for the most recent actuarial valuation as well as other actuarial information including actuarial projected liabilities under the cost method are presented in the following table.

Actuary	CPFPF The Wyatt Company	JRS Mercer—Meidinger	PFRS Buck Consultants
Most recent actuarial valuation date	December 31, 1985	July 1, 1986	June 30, 1986
Actuarial present value of accumulated plan benefits			
Vested benefits:			
Retirees and beneficiaries	$116,059,487	$ 38,980,528	$1,157,641,000
Members	1,249,955	62,455,237	1,084,042,000
	117,309,442	101,435,765	2,241,683,000
Non-vested benefits	—	13,620,869	352,415,000
TOTAL ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS	$117,309,442	$115,056,634	$2,594,098,000
Net assets available for plan benefits (at market value)	$ N/A	$ 58,241,481	$3,626,920,821
The following significant actuarial assumptions were used in the actuarial computations:			
Death, retirement and withdrawals	Tables supplied by actuary	Tables supplied by actuary	Tables supplied by actuary
Assumed Rate of Return	8-1/2%	8-1/2%	7-1/2%
ACTUARIAL COST METHOD (traditional approach)			
Projected accrued liabilities	$132,895,427	$150,153,972	$3,655,744,000
Asset valuation, at cost	$113,590,209	$ 54,622,371	$2,917,039,085
Assumed rate of return to determine projected accrued liabilities	6%	6-1/2%	6-3/4%
Normal Contributions			
State	$ 4,311,773	$ 5,749,482	$ 25,412,157
State related employers	—	—	124,744,858
Unfunded accrued liabilities	—	1,948,371	9,788,129
TOTAL	$ 4,311,773	$ 7,697,853	$ 159,945,144

	POPF	PERS	SPRS
Actuary	**Mercer—Meidinger**	**Buck Consultants**	**Mercer—Meidinger**
Most recent actuarial valuation date	July 1, 1986	March 31, 1986	July 1, 1986
Actuarial present value of accumulated plan benefits			
Vested benefits:			
Retirees and beneficiaries	$18,154,473	$1,666,772,000	$123,246,991
Members	5,495,968	2,093,951,000	169,462,392
	23,650,441	3,760,723,000	292,709,383
Non-vested benefits	—	498,819,000	57,054,975
TOTAL ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS	$23,650,441	$4,259,542,000	$349,764,358
Net assets available for plan benefits (at market value)	$ 772,817	$6,541,804,137	$365,068,777
The following significant actuarial assumptions were used in the actuarial computations:			
Death, retirement and withdrawals	Tables supplied by actuary	Tables supplied by actuary	Tables supplied by actuary
Assumed Rate of Return	8-1/2%	7-1/2%	8-1/2%
ACTUARIAL COST METHOD (traditional approach)			
Projected accrued liabilities	$32,521,791	$5,620,128,000	$567,559,685
Asset valuation, at cost	$ 771,754	$4,902,465,018	$292,563,434
Assumed rate of return to determine projected accrued liabilities	4-1/2%	6-1/2%	6-1/2%
Normal Contributions			
State	$ 2,447,696	$ 115,543,883	$ 18,299,680
State related employers	—	160,945,534	—
Unfunded accrued liabilities	—	16,011,481	3,896,578
TOTAL	$ 2,447,696	$ 292,500,898	$ 22,196,258

Actuary	TPAF Buck Consultants
Most recent actuarial valuation date	March 31, 1986
Actuarial present value of accumulated plan benefits	
Vested benefits:	
Retirees and beneficiaries	$1,902,196,500
Members	2,828,559,600
	4,730,756,100
Non-vested benefits	251,987,900
TOTAL ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS	$4,982,744,000
Net assets available for plan benefits (at market value)	$7,750,652,110
The following significant actuarial assumptions were used in the actuarial computations:	
Death, retirement and withdrawals	Tables supplied by actuary
Assumed Rate of Return	7-1/2%
ACTUARIAL COST METHOD (traditional approach)	
Projected accrued liabilities	$7,252,971,900
Asset valuation, at cost	$5,729,423,812
Normal Contributions	
State	$ 293,752,552
State related employers	—
Unfunded accrued liabilities	25,710,091
TOTAL	$ 319,462,643

Post-retirement health care benefits are provided for retired employees that meet specified length-of-service and other requirements. These benefits are provided through the State's self-insured trust fund. The State recognizes the cost of providing these benefits, which totaled $8.6 million for the year ended June 30, 1987, based on an amount of funding to provide adequate reserve balances as determined by a consulting actuary.

Systems investments at June 30, 1987, by major class, (expressed in thousands) were as follows:

	CPF		CPFPF		JRS	
	Amortized Cost	Market Value	Amortized Cost	Market Value	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ —	$ —	$ 58,095	$ 58,599	$ 1,768	$ 1,769
Corporate equity securities	—	—	—	—	—	—
Corporate debt securities	—	—	19,300	17,908	—	—
Common Pension Fund A	—	—	—	—	22,134	34,669
Common Pension Fund B	—	—	—	—	25,363	26,385
State of New Jersey Cash Management Fund	—	—	11,265	11,265	5,763	5,763
Other	—	—	13,925	14,100	—	—
TOTAL	$ —	$ —	$102,585	$101,872	$ 55,028	$ 68,586

	PFRS		POPF		PERS	
	Amortized Cost	Market Value	Amortized Cost	Market Value	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ 541,836	$ 530,129	$ —	$ —	$ 727,246	$ 711,255
Corporate equity securities	—	—	—	—	—	—
Corporate debt securities	72,525	65,831	—	—	148,833	135,623
Common Pension Fund A	1,137,957	1,860,152	—	—	2,198,364	3,565,226
Common Pension Fund B	1,241,336	1,271,892	—	—	2,221,578	2,310,541
State of New Jersey Cash Management Fund	87,144	87,144	756	756	198,626	198,626
Other	9,818	9,420	—	—	20,816	19,814
TOTAL	$3,090,616	$3,824,568	$ 756	$ 756	$5,515,463	$6,941,085

	SPRS		SACT		TPAF	
	Amortized Cost	Market Value	Amortized Cost	Market Value	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ 27,793	$ 27,083	$ —	$ —	$ 925,044	$ 901,308
Corporate equity securities	—	—	143,590	143,590	—	—
Corporate debt securities	9,023	8,448	—	—	276,204	248,991
Common Pension Fund A	137,063	221,920	—	—	2,719,701	4,383,465
Common Pension Fund B	144,961	149,574	—	—	2,449,786	2,494,195
State of New Jersey Cash Management Fund	12,542	12,542	4,329	4,329	153,128	153,128
Other	599	560	—	—	33,062	31,830
TOTAL	$ 331,981	$ 420,127	$147,919	$147,919	$6,556,925	$8,212,917

	Grand Total	
	Amortized Cost	Market Value
U.S. and Municipal Government Bonds	$ 2,281,782	$ 2,230,143
Corporate equity securities	143,590	143,590
Corporate debt securities	525,885	476,801
Common Pension Fund A	6,215,219	10,065,432
Common Pension Fund B	6,083,024	6,252,587
State of New Jersey Cash Management Fund	473,553	473,553
Other	78,220	75,724
TOTAL	$15,801,273	$19,717,830

NOTE 16—TRANSFER TO AND FROM OTHER FUNDS

Transfer to and Transfer from other funds ($1,148.3 million) in the Statement of Revenues, Expenditures, and Changes in Fund Balances represents operating transfers between fund groups. A summary of Transfers to and Transfers from is presented below.

	Transfers To (In Millions)					
Transfers From	General Fund	Debt Service	Special Revenue Funds	Capital Projects Funds	Expendable Trust Funds	Total
General Fund	$ —	$316.3	$36.4	$ —	$165.1	$ 517.8
Debt Service	—	—	—	—	—	—
Special Revenue Funds	519.3	—	44.9	—	—	564.2
Capital Projects Funds	10.4	—	—	—	—	10.4
Trust and Agency Funds	45.8	—	10.1	—	—	55.9
Total	$575.5	$316.3	$91.4	$ —	$165.1	$1,148.3

NOTE 17—DEFICIT FUND BALANCES

The deficit fund balance in the Gubernatorial Elections Fund ($.9 million) results from expenditures in excess of revenues. It is anticipated that revenues realized during fiscal year 1988 will reduce this deficit.

NOTE 18—FUND BALANCE RESERVED—OTHER

The following portions of fund balances have been reserved:

GENERAL FUND

Of the $126.6 million reservation in the General Fund, $26.2 million consists principally of long-term advances and receivables due from individuals, estates, municipalities, railroads and other funds that are considered not currently available for appropriation. $46.7 million is reserved for potential disallowance of amounts previously claimed and received from the Federal government by the Department of Human Services. In addition, $53.7 million represents a segregation of funds for specific future use.

SPECIAL REVENUE FUNDS

Clean Waters Fund and Natural Resources Fund

These funds have loaned various qualifying municipalities $10.4 and $2.5 million, respectively, for the purpose of improving sewerage treatment facilities and emergency water supply projects. These loans will be repaid over a ten year period.

Mortgage Assistance Fund

$13.7 million represents loans receivable from the New Jersey Housing and Mortgage Finance Agency which will subsequently be repaid over a period of years based on repayments to that agency by borrowers.

Housing Assistance Fund

$7.8 million represents loans receivable from the New Jersey Housing and Mortgage Finance Agency which are to be repaid over a period of years based on repayments to that agency of mortgage loans made to borrowers.

Water Conservation Fund

$3.7 million represents sewage facility planning loans plus accumulated interest thereon.

Superior Court Trust Fund

The fund's Investment Advisory Committee has adopted a policy of establishing a reserve against capital losses on sales of securities to insure payment of interest at established rates. This reserve is based on 3% of the annual moving average market value of total investments as of the end of each month and amounted to approximately $3.8 million at June 30, 1987.

Green Trust Fund

$10.5 million represents loans and interest due from various municipalities for land acquisition and development.

Beaches and Harbor Fund

$4.9 million represents amounts in escrow with respect to a harbor dredging project in New York Harbor.

Hazardous Discharge Site Clean Up Fund

$.3 million represents a promissory note for which payment will be made between 1992 and 1994.

New Jersey Local Development Financing Fund

$15.6 million represents loans made to various municipalities for economic development which will be repaid during a subsequent period of years.

Water Supply Fund

$126.0 million represents loans to the New Jersey Water Supply Authority which will be repaid over a 10 year period commencing on May 1, 1986. $8.7 million represents principal and interest on rehabilitation loans made to various municipalities.

New Jersey Uncompensated Care Trust Fund

P.L. 1986, Chapter 204 requires that 1/12 of the estimated annual payment for uncompensated care is to be reserved. Accordingly, $5.9 million has been reserved.

State Recycling Fund

$2.5 million represents low interest loans to recycling businesses which will be repaid in future years.

Property Tax Relief Fund

The 1988 Appropriation Act requires that all Fiscal Year 1987 receipts in excess of $2,323 million be reserved. The $285.9 million reservation represents this excess revenue.

State Land Acquisition and Development Fund

$2.1 million represents monies held in escrow for Liberty State Park Seawall Project.

TRUST FUNDS

Fund for Support of Free Public Schools

New Jersey Statutes provide for the establishment of a School Bond Reserve within this fund, in an amount equal to at least one and one-half percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities or school districts for school purposes, exclusive of the debt service for bonds as provided by State appropriations. Accordingly, $18.8 million of this fund balance has been reserved at June 30, 1987.

Higher Education Assistance Fund

$7.3 million represents loans to students that will be paid over an extended period of time.

Unsatisfied Claim and Judgment Fund

$3.9 million represents claims which will be repaid over an extended period of years.

Motor Vehicle Liability Security Fund

$13.2 million represents a future liability to the New Jersey Property-Liability Insurance Guarantee Association based on a Stipulation and Order of Dismissal entered into by the State Treasurer and Commissioner of Insurance.

NOTE 19—CONTINGENT LIABILITIES

The State is involved in a number of legal actions wherein the State of New Jersey has the potential for either loss of revenue or unanticipated expenditure. The exact amount involved in these legal proceedings is not fully determinable as of June 30, 1987.

GENERAL FUND

There are presently several cases pending in federal courts challenging conditions and adequacy of care in State psychiatric hospitals and schools for the mentally retarded. The plaintiffs allege that the institutions are not providing their residents with educational and rehabilitative programs which comply with state and federal constitutional and statutory standards. At present, the State operates four psychiatric hospitals, eight State residential institutions for the mentally retarded, one nursing home and one juvenile treatment facility. Judgments for plaintiffs could require the State to make substantial expenditures, the exact amount of which cannot be estimated at this time.

There is currently a case concerning a challenge to the constitutionality of the Public Education Act of 1975, N.J.S.A. 18A:17A-1m et seq. Plaintiffs are students in the cities of Irvington, Jersey City, East Orange and Camden. Should the statute be declared unconstitutional, the State would be subject to reformulating its contributions of aid to public schools by giving more aid to urban areas. The case is currently pending before the Commissioner of the New Jersey Department of Education and has been referred to the New Jersey Office of Administrative Law for a hearing. The hearing in the New Jersey Office of Administrative Law has been held and the record is still open pending final submissions.

There is a civil action now pending in the Tax Court of New Jersey, wherein the plaintiffs have challenged the increases in motor fuels user identification markers fees effected by the Transportation Trust Fund Authority Act. Plaintiffs are seeking a declaratory judgment holding the N.J.S.A. 54:39A-10, as amended by the Transportation Trust Fund Authority Act, is unconstitutional insofar as it assesses a $25.00 motor fuels user identification marker fee on out-of-state motor carriers; a permanent injunction against collection of the increased fee; and refunds of any increased fees unlawfully collected and attorneys' fees and costs. An adverse decision could result in tax refunds that may exceed $30 million.

On August 28, 1987 the New Jersey Tax Court issued an order declaring that the identification marker fee violates the commerce clause. In addition, the Tax Court denied the plaintiffs' application for injunctive relief (the State having ceased to collect the fee on August 19, 1987). The refund issue involving the fees previously collected is still pending in the Tax Court.

As of June 30, 1987 there were numerous tort and contract cases and notices of claims filed against the State. The State is unable to estimate its exposure for these cases and claims. An independent study estimated an aggregate potential exposure of $50 million for claims pending, as of January 1, 1982. It is estimated that were a similar study made of claims currently pending, the amount of such estimated exposure would be somewhat higher.

SPECIAL REVENUE FUNDS

New Jersey Spill Compensation Fund

There are pending damage claims filed in the amount of $41.2 million at June 30, 1987 and $27.8 million at June 30, 1986. In addition, Exxon vs Hunt—several major taxpayers have filed suit claiming that the Spill Fund tax used to fund the toxic waste cleanup program has been preempted by the Federal Superfund Law. The Tax Court, the Appellate Court and the New Jersey Supreme Court upheld the State tax. In March 1986, the United States Supreme Court found that the Spill Compensation and Control Act was partially pre-empted by the Superfund law and remanded the case back to the New Jersey Supreme Court for further consideration. In April 1986, the Supreme Court of New Jersey remanded the case to the Tax Court of New Jersey. In October 1986, the New Jersey Tax Court issued proposed findings of fact and conclusions of law which was forwarded to the Supreme Court of New Jersey. On December 2, 1987, the Supreme Court remanded this matter to the New Jersey Tax Court for a determination of the amount of Spill Fund expenditures relative to pre-emption by the Federal Superfund Law. Once such determination is made, the State Legislature is afforded six months to provide for a reimbursement of the pre-empted expenditures to the Spill Fund. If such reimbursement is not provided, the plaintiffs are to be refunded pro-rata so much of the pre-empted expenditures as bears the same proportion to the total pre-empted expenditures as the amount of the Spill Act taxes paid by the plaintiffs bears to the total amount of the Spill Act taxes collected.

Sanitary Landfill Contingency Fund

Various claims totalling approximately $27.9 million have been filed against this fund by individuals, local municipalities and school districts. The ultimate disposition of these claims is not determinable at this time.

CAPITAL PROJECTS FUNDS

State Transportation Fund and 1979 Transportation Rehabilitation and Improvement Fund

Contractor claims totaling $1.7 million and $29.5 million, respectively, have been filed against these funds. These claims are for damages due to delays in construction and design problems. Fund management is presently evaluating these claims and there has been no determination as to the ultimate amount for which these funds will be liable.

TRUST FUNDS

Stock Worker's Compensation Security Fund
Mutual Worker's Compensation Security Fund

As of June 30, 1987, there are unasserted insurance claims in the above funds for which the amounts have not yet been determined.

Unsatisfied Claim and Judgment Fund

At June 30, 1987, this fund was contingently liable for reported excess medical benefit claims of $544.0 million. In addition, there may be a substantial amount of incurred, but unreported excess medical benefit claims, which have been actuarially estimated to be $718.0 million as of December 31, 1986.

The Fund is also liable for claims for injuries arising out of uninsured motorist claims actuarially estimated to be $16.9 million at June 30, 1987.

FEDERAL PROGRAMS

Under the terms of various grant awards, expenditures from Federal funds are subject to audit. As of June 30, 1987, audits of expenditures for fiscal years 1985 and prior may not be completed. Disallowances which may result from these audits are not determinable at this time. It is management's opinion that disallowances, if any, would not be material as of June 30, 1987.

NOTE 20—PUBLIC AUTHORITIES AND UNIVERSITIES

(A) ENTERPRISE FUNDS

The accounts of public authorities, private not-for-profit corporations and similar entities (hereinafter called Authorities) in the accompanying financial statements are derived from their most recently issued annual financial statements. The inclusion of these entities in the State's combined financial statements reflects the oversight role exercised by the State over them, but does not affect their separate legal standing. Oversight is defined to include criteria such as appointment of the board, designation of management, and the ability to significantly influence operations. Other factors that have been considered include the scope of the services rendered and the existence of special financial relationships.

Additional information, including descriptions of the entities, is provided below.

AUTHORITIES

Authorities (as defined above) are legally separate entities that are not operating departments of the State. The Authorities are managed independently, outside the appropriated budget process and their powers generally are vested in a governing board. Authorities are established for a variety of purposes for the benefit of the State's citizenry such as economic development, financing and public transportation. However, they are not subject to State constitutional restrictions on the incurrence of debt, which apply to the State itself, and may issue bonds and notes within legislatively authorized amounts.

The Governor, with the approval of the State Senate, appoints the members of the board of most authorities. Authorities generally submit annual reports to the Governor, the Legislature and the Comptroller on their operations and finances accompanied by an independent auditor's report thereon. Authorities also submit to the Governor and the Legislature annual budget information on operations and capital construction. The Governor has from time to time exercised the statutory power to veto the actions.

The amounts presented in the accompanying combined financial statements for Authorities include the following entities for the fiscal years indicated:

Entity	Year End
Hackensack Meadowlands Development Commission	December 31, 1986
New Jersey Building Authority	December 31, 1986
New Jersey Casino Reinvestment Development Authority	December 31, 1986
New Jersey Economic Development Authority	December 31, 1986
New Jersey Educational Facilities Authority	December 31, 1986
New Jersey Expressway Authority	December 31, 1986
New Jersey Health Care Facilities Financing Authority	December 31, 1986
New Jersey Highway Authority	December 31, 1986
New Jersey Housing and Mortgage Finance Agency	June 30, 1987
New Jersey Sports and Exposition Authority	December 31, 1986
New Jersey Transit Corporation	June 30, 1987
New Jersey Transportation Trust Fund Authority	June 30, 1987
New Jersey Turnpike Authority	December 31, 1986
New Jersey Wastewater Treatment Trust	June 30, 1987
New Jersey Water Supply Authority	June 30, 1987
South Jersey Port Corporation	December 31, 1986

AUTHORITIES FINANCIAL INFORMATION

All the financial data presented was derived from audited financial statements and summarized into the accompanying format, which includes segment information. A statement of changes in financial position was not provided in the audited financial statements of the New Jersey Transportation Trust Fund Authority and the New Jersey Waste Water Treatment Trust.

These two statements were compiled from the authorities audited reports. The public authorities predominantly follow the accrual basis of accounting. A few of the individual component units, principally the Expressway Authority, South Jersey Port Corporation, Highway Authority, and Turnpike Authority do not fully conform to the accrual basis of accounting but are based on the provisions of bond resolutions.

SEGMENT INFORMATION
(In thousands)

	Total Assets	Total Fund Balances	Total Revenue	Excess Revenue Over Expenses	Depreciation and Amortization Expense
Hackensack Meadowlands Development Commission	$ 107,562	$ 49,960	$ 47,809	$ 14,540	$ 790
New Jersey Building Authority	169,584	13,893	16,834	4,532	—
New Jersey Casino Reinvestment Development Authority	137,223	96,967	52,598	41,180	—
New Jersey Economic Development Authority	91,768	89,169	16,602	6,198	91
New Jersey Educational Facilities Authority	588,653	94,052	47,297	(26,263)	—
New Jersey Expressway Authority	109,023	60,791	23,146	6,015	—
New Jersey Health Care Facilities Financing Authority	4,102,187	1,167,917	1,789	(119)	93
New Jersey Highway Authority	1,163,606	682,599	137,645	44,976	—
New Jersey Housing and Mortgage Finance Agency	3,051,628	279,817	282,241	31,912	19,846
New Jersey Sports and Exposition Authority	517,743	68,053	167,293	(8,284)	13,208
New Jersey Transit Corporation	1,590,199	1,355,933	540,695	(74,207)	74,942
New Jersey Transportation Trust Fund Authority	657,641	405,150	361,327	131,797	—
New Jersey Turnpike Authority	3,561,665	1,020,979	193,305	19,891	—
New Jersey Wastewater Treatment Trust	175	69	8	(181)	—
New Jersey Water Supply Authority	148,352	54,682	9,637	707	2,560
South Jersey Port Corporation	58,704	6,837	13,457	(684)	—
	$16,055,713	$5,446,868	$1,911,683	$192,010	$111,530

HACKENSACK MEADOWLANDS DEVELOPMENT COMMISSION

The Commission was established to provide for orderly and comprehensive development of the Hackensack meadowlands, including the authority to reclaim, plan, develop, redevelop, and regulate sanitary landfills.

The financial statements of the Commission are prepared in accordance with generally accepted accounting principles.

The principal asset of the Commission is investments of $41.8 million, which approximates market and consist of U.S. Government Securities and New Jersey Cash Management Deposits. Fixed assets of $12.4

million are stated at cost and depreciated over their estimated useful life using the straight-line basis. The major fixed asset is the Solid Waste Baler Facility.

The Commission's debt at December 31, 1986 consisted of notes in the amount of $8.0 million at interest rates from 6.85% to 8%. The net revenues, defined as all revenues derived by the Commission from the operation of the baler project not applied to the expenses, are pledged as security for payment of debt service on the notes. The notes are not a debt or liability of the State of New Jersey.

Charges for services less rebates amounted to $34.6 million for the year ended December 31, 1986. This represented 94% of operating revenue and 72% of the Commission's total revenue. The Commission's 1986 revenue includes an appropriation from the State of New Jersey in the amount of $4.7 million.

NEW JERSEY BUILDING AUTHORITY

The Authority was created for the purpose of providing the capital resources necessary to construct office buildings and related facilities to meet the needs of State agencies.

The financial statements of the Authority have been prepared on the accrual basis in accordance with generally accepted accounting principles.

The Authority's investments of $46.9 million, are stated at cost, which approximates market and bear interest at varying rates ranging from 5.40% to 8.45%. All investments are made by the trustee at the direction of the Authority. Fixed assets of $107.4 million are stated at cost, less net capitalized interest on construction account investments, which includes direct construction costs and other expenditures related to construction. All construction costs related to buildings which are not yet completed are charged to construction-in-progress until such time as the buildings are completed at which time the cost is transferred to lease payments receivable.

The Authority had outstanding bonds at December 31, 1986 amounting to $133.5 million with maturities through 2013 at interest rates from 6.5% to 12.0%. The bonds are collateralized by the lease payments received from the State of New Jersey.

The Authority has leased completed buildings and buildings in progress to the State. The State will pay rent to the Authority at times and in amounts sufficient to pay debt service on the bonds outstanding (to the extent such debt service is not funded from bond proceeds) and administrative expenses of the Authority. The transaction is accounted for as a sales type direct financing lease.

In addition, the State is responsible through its Division of Building and Construction for the letting of all contracts for the design, acquisition and construction of the Initial Project as well as supervision of construction work and acceptance of the completed project. All project costs incurred by the State are paid by the Authority's bond trustee out of the construction fund after approval by an authorized Authority representative. The Authority is not liable or responsible for the adequacy, sufficiency and suitability of the plans and specifications or any contracts or agreements with respect to the acquisition, construction or installation of the Initial Project.

During the lease term of 44 years, the State is responsible for all costs relating to the operation, maintenance and repair of the Initial Project. In addition, the State pays for all utilities, taxes and governmental charges in connection with the Project during the lease term.

Minimum lease payments receivable from the State of New Jersey are to be received in an amount equal to annual debt service of the Authority until the interest on and principal of the outstanding bonds is fully paid.

At any time prior to the expiration of the lease term, the State has the option to purchase the Project for a price of $1 plus an amount sufficient to provide for full payment of the bonds in conformity with the bond resolution. If such option has not been exercised prior to the end of the lease term, the title to the Project will be transferred by the Authority to the State at that time.

NEW JERSEY CASINO REINVESTMENT DEVELOPMENT AUTHORITY

The Authority was created pursuant to Chapter 218 of P.L. 1984, effective December 19, 1984. Under the law, licensees (casinos) are required to pay 2.5% of their gross revenues as tax or to invest 1.25% of gross revenues in bonds of the Authority. The bonds are used to finance projects approved by the Authority, in Atlantic City, South Jersey and North Jersey. The Authority can approve direct investments made by the licensees, and approved investments may be used to satisfy the licensees investment obligation.

The Authority as created pursuant to law is to maintain public confidence in the New Jersey casino gaming industry as a unique tool of urban redevelopment for the City of Atlantic City, New Jersey and to directly facilitate the redevelopment of blighted areas in New Jersey by providing eligible projects in which licensees (casinos) can invest.

The Authority provides loans and other financial assistance for the planning, construction, rehabilitation and repair of housing, recreation, transportation, education and community service facilities to provide decent, safe and sanitary living conditions for persons of low, moderate, median and middle incomes.

In addition, the Authority assists in financing buildings, infrastructure and other property to increase opportunities in manufacturing, industrial, commercial, entertainment, and service enterprises to induce and accelerate opportunity for employment in those enterprises.

The accounts of the Authority are maintained in accordance with generally accepted accounting principles. Revenues are recorded in the accounting period that they become both measurable and available to finance operations of the current period. Investment earnings are recognized when earned. Receivables that are not considered available to finance current operations are recorded as deferred revenue. Expenditures and related liabilities are recorded in the accounting period the liability is incurred.

Investments of $90.5 million consists primarily of funds deposited in the State of New Jersey Cash Management Fund. $7.7 million of the investments represent repurchase agreements which were collateralized by obligations of or guaranteed by the United States. These securities were held in the pledging financial institutions name. Other receivables of $46.3 million include $39.1 million of obligations incurred by licensees operating prior to the establishment of the Authority, based upon two percent of its gross revenue. Obligations are payable to the Authority in accordance with the following schedule:

1979 due 1984
1980 due 1985
1981 due 1986
1982 due 1987
1983 due 1988

For financial reporting purposes, these amounts are recorded as deferred revenues and recognized as revenue in the year the payments are due and available to finance operations.

Investment obligations under the Authority statute represent amounts incurred by licensees based upon 1.25% of their gross revenues. Investment obligations are considered available and are recognized as revenue at the time gross revenues are earned by casino licensees. Payments are due quarterly on April 15, July 15, October 15 and January 15.

All investment obligations are held until projects are approved by the Authority's Board. At that time they are used for the purpose of purchasing bonds issued by the Authority for financing projects, financing licensees' direct investment projects, and the purchase of the Small Businesses, Minorities, and Women's Enterprises Authority's bonds. A pro rata share of two thirds of all interest earned by the Authority from investment of obligation funds received from licensees is payable to those licensees, such share amounted to $2.7 million in 1986.

The reserved fund balance of $95.8 million includes $27.7 million of current projects which have been granted final approval by the Authority and subject to the issuance of bonds and/or adoption of a bond resolution. The remaining $68.1 includes $63.4 million reserved for future projects.

NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY

The Authority was established primarily to provide long-term, low interest financing to private firms and companies for the purpose of maintaining and expanding employment opportunities in the State. To accomplish its objectives, the Authority is empowered to issue tax-exempt industrial development bonds; to guarantee loans; to make direct loans; to buy and sell land, buildings, and other property; and to conduct studies related to its legislative mandate to stimulate employment and investment in New Jersey.

The Authority's financial statements are presented in accordance with generally accepted accounting principles.

The Authority's primary source of operating revenue are its bond fees, which are based on a percentage of the principal amount of bonds issued. Revenues from this source amounted to $3.0 million for the year ended December 31, 1986. Revenues from bond fees are recognized at the time of loan settlement.

Interest income of $5.1 million for fiscal year 1986 is recorded as earned. Other income includes $5.5 million from the resale of real estate. Interest earned and other revenue received is used by the Authority to increase the amount of funds available for the purpose defined in the original appropriation or grant agreements.

The Authority's principal asset is cash and cash equivalents. Cash equivalents are stated at cost which approximates market. Cash and cash equivalents at December 31, 1986 amounted to $55.3 million and consisted of short-term certificates of deposit, U.S. Treasury obligations and prime commercial paper based on the recommendations of the Division of Investment, New Jersey Department of the Treasury. Investments are stated at cost which approximates market.

Notes receivable in the amount of $31.3 million consist of installment notes due from companies which qualify for various loan programs of the Authority and are generally collateralized by the assets and guarantees of the companies or the principals of the companies which receive Authority assistance. The notes receivable bear interest at varying rates from 3% to 13% and mature at various times through 2003.

Other assets include $3.6 million of real estate acquired by the Authority for development and resale. Real estate held for resale is carried at the lower of cost or estimated net realizable value. To provide an incentive for firms to locate in the industrial parks developed by the Authority, the estimated selling price does not include the total recovery of various grant funds received. Accordingly, the carrying value of real estate held for resale at December 31, 1986 is $93,000 less than the total cost of property and related development costs.

During 1986, approximately $479.3 million aggregate principal amount of Authority bonds have been issued. As set forth in such bonds and in the various agreements and documents related to their authorization and issuance, the principal of, premium if any, and interest on all bonds issued are payable solely from the revenues and other monies derived from the sale or other disposition of the project financed by such bonds, any other revenues from the project or other monies which may be pledged with respect to such issues. All such bonds are special obligations of the Authority, do not constitute obligations against the general credit of the Authority, and are not in any way a debt or liability of the State. Therefore, the bonds are not recorded on the financial statements of the Authority.

NEW JERSEY EDUCATIONAL FACILITIES AUTHORITY

The Authority was established to provide a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell tax-exempt bonds. While the Authority may finance only revenue-producing facilities on public college campuses, it is not so restricted for the independent institutions, and may finance academic facilities as well. The Authority's financial statements are presented in accordance with generally accepted accounting principles.

The Authority's primary source of revenue is its charges to the various colleges for their annual rental requirement. During the year ended December 31, 1986, revenue from these charges amounted to $32.8 million. When undertaking the funding of projects for universities, the Authority normally takes title to the property by way of a deed from the respective Board of Trustees and the New Jersey Board of Higher Education. At the same time as the Authority accepts a deed to the property, it also negotiates a lease and agreement whereby the project is made available to the Board of Trustees of the College for operating purposes. The nature of the lease is that of a net lease, whereby the Board of Trustees is required to charge sufficient annual rentals to provide for operation and maintenance of the project, with a sufficient net residual amount to be available to provide for payment of the annual rentals to the Authority (rental requirement). The Authority's security for the loan is the pledge of net operating revenues from the use of the facility by the participating institution.

Since the public colleges are agencies of the State of New Jersey, the Authority Act and subsequent Supreme Court decisions testing its powers provided that a Board of Trustees may pledge only those revenues derived from the operation of the Authority financed project for the repayment of its obligations.

When the Authority makes a loan for a project on the campus of an independent college or university, the prevalent pattern has been for the Authority to accept a mortgage on a particular facility and enter into a Loan Agreement for the repayment of the mortgage obligation. Under this system, the participating institution is responsible for the construction of the project. The mortgage on the property remains in effect during the period of the Authority's interest in the project.

The principal assets of the Authority at December 31, 1986 were receivables and investments which amounted to $410.3 and $165.1 million, respectively.

Receivables from mortgages and leases are repaid over periods concurrent with those of the related bond issues of the Authority. For those projects under lease agreements, it is the intention of the Authority to transfer title in the land and buildings to the institutions at the expiration of the leases. Accordingly, the leases are being accounted for as financing transactions.

Investments are comprised of Commercial Paper and U.S. Government Obligations and are stated at the lower of cost or market.

As of December 31, 1986, the Authority had outstanding revenue bonds and notes amounting to $490.4 million, which are secured by a pledge of the net operating revenues from the use of the facility by the institution for which such bonds were issued. The obligations incurred by the Authority in issuing bonds are exclusively those of the Authority and do not place an obligation on, or have the guarantee of, the State of New Jersey for repayment of interest or principal.

During 1986 the Authority issued $110.5 million principal amount of bonds. Of this amount $83.6 principal amount was sold to provide for the advance refunding of $72.0 million of previously issued obligations. In addition to the 1986 refundings, the Authority has issued refunding bonds during the period April 1983 through June 1985, principal amounting to $66.5 million, to refund $55.6 million in previously outstanding bonds.

The sale of the refunding issues enabled the Authority to provide for defeasance of the outstanding bond issues with a resultant reduction in annual debt service payment requirements to provide a savings to the colleges during the term of the issues.

The proceeds received from the sale of the bond issues were used to refund the outstanding bond issues by depositing in an escrow fund to be held by the Trustee an amount at least equal to the sum of the outstanding principal amount of the bonds, the interest to accrue thereon to and including, the first optional redemption date thereof, and the premium required to redeem the bonds outstanding on such date.

Approximately $91.6 million of the fund balance includes unexpended allocated proceeds of bonds designated for specific projects, debt service and debt service reserves, and the renewal or replacement of major equipment and components of a project as required under the individual bond resolution.

NEW JERSEY EXPRESSWAY AUTHORITY

The Authority was established to acquire, construct, maintain, repair, and operate expressway projects at such locations as determined by law and to issue its bonds for such purposes. Presently, the Authority operates a toll road from Camden to Atlantic City, which is called the Atlantic City Expressway.

The accounts of the Authority are maintained in accordance with the provisions of its bond resolutions. The financial statements of the Authority differ from generally accepted accounting principles insofar as; they do not include a provision for depreciation of the Expressway and related facilities; construction costs are recorded as paid and costs of major repairs and equipment replacements are not capitalized.

Investments totaling $30.8 million, which approximates market, are recorded at cost and consist principally of Money Market Accounts and Certificates of Deposit, U.S. Government Securities and repurchase agreements which are collateralized by various U.S. Government Securities.

Bonds payable of $44.9 million represent the most significant liability of the Authority. On December 5, 1985, the Authority issued $28.3 million of General Expressway System Revenue Bonds 1985 Series A dated November 1, 1985 (the "1985 Bonds"). The proceeds from the 1985 Bonds will be used for the purpose of providing a portion of the funds required to construct an additional lane on a portion of the Atlantic City Expressway.

The 1985 Bonds were issued as follows: $7.6 million serially through November 1, 1995, with interest rates ranging from 5.50% to 7.60% and $20.6 million term bonds due May 1, 2005, with interest at 8.875% per annum. The 1985 Bonds are subject to redemption prior to maturity, at the option of the Authority as a whole or in part at any time on or after November 1, 1995, at varying premium rates. The 1985 Bonds are secured by the proceeds of the sale of the 1985 Bonds, all revenues (subject to the primary pledge of such revenues to the 1983 Bonds) and all funds established by the resolution except for the Subordinated Obligation Fund.

In 1983, the Authority issued $17.7 million of Expressway System Revenue Refunding Bonds (the "1983 Bonds") and $12.5 million of Special Obligation Refunding Bonds (the "Special Obligation Bonds") for the purpose of refunding the Authority's outstanding Atlantic City Expressway Revenue Bonds, Series A and B. These bonds are not a debt or liability of the State of New Jersey.

The 1983 Expressway System Revenue Refunding Bonds mature as follows: $5.4 million serially through November 1, 1994, with interest ranging from 6% to 9% per annum, and $12.3 million Term Bonds due November 1, 2003, with interest at 9.875% per annum. The bonds are subject to redemption prior to maturity on or after November 1, 1993 at varying premium rates. The Bonds are collateralized by the proceeds of sale of the Bonds, all revenues, and all funds established by the 1983 Bond Resolution except for the Subordinated Obligation Fund.

The Special Obligation Refunding Bonds mature serially through February 1, 1996, at interest rates ranging from 5.50% to 8.75% and are not subject to redemption prior to maturity. They are collateralized solely by the moneys deposited for investment securities, and the Authority is not liable for the payment of principal or interest, other than from moneys held in escrow by the trustee.

Under the terms of an agreement dated November 17, 1983, the Authority has agreed to make annual payments to the State of New Jersey to assist in transportation purposes. These payments are to be made at an annual sum of at least $2.5 million plus additional amounts as may be determined annually based on the Authority's annual budget requirements for the next succeeding fiscal year.

NEW JERSEY HEALTH CARE FACILITIES — FINANCING AUTHORITY

The Authority was established to encourage the timely construction and modernization of qualified hospitals and other health care facilities by making available the necessary financing. The Authority issues revenue bonds and equipment revenue notes to designated borrowers for specific purposes in order to provide the financing. The Authority's financial statements are presented in accordance with generally accepted accounting principles.

The Authority's primary source of revenue is its administrative fees. The Authority charges an initial fee and/or an annual administrative fee to those health care facilities for which bond and note sales have been completed. Such fees are charged for the monitoring of construction progress, processing of project costs, investment management of bond proceeds, monitoring of financial performance and other services provided to institutions to which it lends the proceeds of its bonds and notes. The fees are used to provide sufficient funds to ensure that the Authority's operating expenses will be met, and that sufficient reserves will be available to provide for the Authority's needs, including, but not limited to, the possible future expansion of the Authority's offices and staff in order to provide additional services to the health care community; the coverage of Authority members' legal liability as a result of official actions; and research and development costs consistent with the Authority's legislation. Revenues from administrative fees for the year ended December 31, 1986 amounted to $1.3 million.

The Authority's primary asset, receivables is comprised principally of $1.5 billion of other receivables and $1.2 billion of mortgage receivables at December

31, 1986. Other Receivable consist primarily of loan receivables of $1.4 billion with principal and interest payments on the loans being payable at such time and in such amounts as to provide the Authority with sufficient funds to meet the principal and interest requirements of the revenue bonds. Mortgage receivables are granted to the Authority by the borrower for periods concurrent with those of the related bond issues of the Authority. The institutions are required to make principal and interest payments to the Authority or trustee bank sufficient to meet the principal and interest requirements of the revenue bonds payable. To the extent required by the applicable debt service schedules, funds received by the Authority have been placed in debt service and debt service reserve funds for future interest and principal payments. The interest payments charged to the institutions are the same interest payments due on the Authority's outstanding revenue bonds. Among other things, the mortgages provide first liens on the physical property financed with the bond proceeds and, in some instances, previously existing hospital facilities. The Authority has assigned all of its rights, title and interest in such security to the trustee bank for each respective bond issue.

The Authority's financial statements also include cash of $23.9 million and investments of $1.4 billion at December 31, 1986. Investments include interest bearing time deposits, obligations of governmental agencies, obligations of banking institutions secured by investments in governmental obligations and units of the State of New Jersey Cash Management Fund.

Uninvested cash consists primarily of investments converted to cash on December 31 and utilized, together with maturities of additional investments, for the succeeding January 1 interest payments due bondholders.

As of December 31, 1986, the Authority had outstanding revenue bonds and notes of $2.8 billion. The security for these obligations of the Authority is described above and is assigned to the Trustee of the bond issue or to the holder of the notes. The bonds and notes do not constitute a debt or liability of the State of New Jersey or any political subdivision thereof other than the Authority, or a pledge of the faith and credit of the State of New Jersey or any such political subdivision thereof other than the Authority, but are payable solely from the revenues received by the Authority under the mortgage, loan, lease and note agreements.

NEW JERSEY HIGHWAY AUTHORITY

The Authority was established to acquire, construct, operate, and maintain highway projects. The Authority has constructed and maintains and operates the Garden State Parkway. The Authority also owns and operates the Garden State Arts Center.

The Authority's policy is to prepare its financial statements in accordance with the provisions of its bond resolutions. The financial statements of the Highway Authority differ from generally accepted accounting principles insofar as they do not include a provision for depreciation of the Garden State Parkway and related facilities and equipment replacements are not capitalized. However, it is the Authority's policy to annually fund the cost of the maintenance of facilities and replacement of equipment.

All operating and maintenance costs, repairs, replacements and provision for reasonable and necessary reserves to maintain such facilities in good operating condition, are charged to expense.

The Authority's fixed assets, which are stated at cost, consist principally of rights-of-way and parkway and recreational facilities. These amounts totaled $909.4 million at December 31, 1986.

Investments totaling $238.5 million consist of direct obligations of the U.S. Government, U.S. Government Agencies, U.S. Government Sponsored Corporations, bank repurchase agreements, and certificates of deposit which are valued at cost, adjusted for premium amortization or discount accretion.

Bonds payable of $419.2 million at December 31, 1986 is the Authority's most significant liability. In April 1986, the Authority authorized a Financing Plan for the refunding of $194.3 million of the ten outstanding $273.5 million Senior Parkway Revenue Bonds, 1984 Series (the "Refunded Bonds") and to finance a portion of the Authority's five-year capital improvement program. The refunding was accomplished by the issuance of Senior Parkway Revenue Bonds, 1986 (the "Bonds"), under the Parkway Revenue Bond Resolution of 1984, Supplemental Resolution No. 2. A portion of the proceeds received from the sale of the Bonds was used to purchase direct obligations of the United States of America (the "Government Obligations"). The Government Obligations, which are held in trust for the payment of the Series 1984 Bonds, will mature at such times and in such amounts so that sufficient monies will be available to pay, when due, the principal and interest on the Refunded Bonds.

The advance refunding of the Senior Parkway Revenue Bonds, 1984 Series, in 1986 resulted in the recognition of a loss on defeasance of $64.1 million; however, the net benefit to the Authority over the life of the new issue is an economic gain (difference between the present values of the old and new debt service requirements) of $17.6 million.

There was an economic in-substance defeasance in 1984 whereby certain funds and monies were used to purchase direct obligations or obligations secured by direct obligations of the United States of America (the "Prior Lien Bond Government Obligations"). The Prior Lien Bond Government Obligations are held in trust and will mature at such times and in such amounts, so that sufficient monies will be available to pay all maturing principal, sinking fund installments, and interest on the Junior Revenue Bonds, Series One (the "Prior Lien Bonds"). The Prior Lien Bonds in the original amount of $40.0 million are being retired at a rate of $4.5 million annually with a final installment of $13.0 million payable on July 1, 1991. It is not anticipated that revenues from any of the Authority's facilities will be required to pay any part of the Prior Lien Bonds. Redemption of $4.5 million in 1986 resulted in a gain of $.4 million.

Bond indebtedness is collateralized by a pledge of all tolls and other revenues from the Parkway. The bonds are not a debt or liability of the State of New Jersey.

The Authority and the State of New Jersey signed an agreement in 1984, whereby the Authority agreed to make annual contributions to the State for general transportation purposes for a period of 20 years. The total annual contribution is set at $10.0 million. The payments to the State are on a parity with or subordinate to the Senior Parkway Revenue Bonds, 1986 and 1984 Series. Payments are made to the State Payment Fund only if other required payments under the Authority's bond resolution have been made. The Authority maintains a discretionary reserve of $5.0 million to cover seasonal variations in revenues.

NEW JERSEY HOUSING AND MORTGAGE FINANCE AGENCY

The Agency has been granted the power to obtain funds through tax-exempt bond sales and to use the proceeds to finance the construction and rehabilitation of housing projects for families of low and moderate income by providing mortgage loans to qualified housing sponsors or to increase the funds available for residential mortgage and rehabilitation or improvement loans. In addition, the agency is authorized to make loans to boarding home operators for life safety improvements.

Substantially all the Agency-financed Multi-Family Housing Projects (the Projects) have entered into subsidy contracts with the U.S. Department of Housing and Urban Development (HUD) under Section 236 of the National Housing Act, as amended, or under Section 8 of the United States Housing Act of 1937, as amended. The subsidies, paid to the Agency for the account of the respective projects, have been pledged, under the terms of the bond resolutions, for the security of the bondholders.

The Agency presents its financial statements in accordance with generally accepted accounting principles.

Interest income and fees and charges are recorded as earned. The Agency's policy is to suspend the accrual of interest and fees and charges on all delinquent loans.

Fees and charges income includes an annual servicing fee on the mortgages which ranges from 1/4% to 1/2% of the original mortgage. The Agency also charges a financing fee of 2-1/2% to 3-1/2% of the mortgage which is collected upon loan closing.

Interest expense on the bonds and obligations include amortization of bond discount and premium using the effective interest method.

Expenses include Agency administrative expenses, costs and expenses incurred in connection with the authorization, issuance, sale and delivery of bonds and notes, and fees and expenses of the trustee, depository and paying agents.

Certain Projects have not generated sufficient cash flow to meet both operating expenses and debt service payments as the result of delays in attaining full occupancy levels and rising operating costs. The Agency has developed programs designed to provide adequate cash flow for these Projects by obtaining additional rental assistance subsidies from HUD, rent increases, additional contributions by limited-dividend sponsors, the State of New Jersey Bond and Housing Assistance Funds and the Agency's Administrative Fund. The Agency has provided an allowance for loan losses aggregating $12.2 million at June 30, 1987, including provision for negative cash flows and cost overruns for these Projects.

The Agency's primary asset, receivables, is comprised of first mortgage loans of $2.0 billion, which is net of allowances of $2.3 million. Mortgage loans are generally repayable over terms of 25 to 48 years and bear interest at rates from 4.5% to 13.0% per annum. Primarily all first mortgage loans receivable are collateralized by first mortgage liens on the property of the housing sponsors and contain exculpatory clauses with respect to the liability of the principals and housing sponsors.

Construction advances made from the proceeds of the sale of bonds and obligations are recorded as funds are disbursed for construction costs, interest, carrying fees, working capital advances and other project-related expenses. Upon substantial completion and occupancy of the project, amortization of the loan will commence.

Investments of $918.9 million are stated at amortized cost which approximates market. Discounts and premiums on investments are credited to income and amortized to expense, respectively, on a straight-line basis over the lives of the respective investments. Income on investments is accrued as earned.

Investments consists of $327.4 million shares in the State of New Jersey Cash Management Fund; $286.7 million in Investment Agreements and $304.8 in obligations of the U.S. Government.

Cash and investments are substantially restricted under the terms of the bond resolutions for the payment of bond principal and interest expense and the extension of mortgage loans. The resolutions limit investments to obligations of the U.S. Government or its agencies, investments in certain certificates of deposit of commercial banks which are members of the Federal Reserve System, investments in the State of New Jersey Cash Management Fund and direct and general obligations of any State which meets the minimum requirements of the resolution.

In connection with certain bond resolutions, investment agreements are entered into by the Trustees, at the Agency's instruction, whereby funds are invested with highly rated financial institutions. Under certain circumstances, collateralization of the funds may be required or is provided.

The Agency also purchases U.S. Government securities from certain financial institutions under agreements whereby the seller has agreed to repurchase the securities at cost plus accrued interest.

In those instances where the market values are below amortized cost, no provision for loss has been provided as the Agency intends and believes it has the ability to hold the securities to maturity.

Other receivables of $78.5 million include $40.2 million in notes receivable from mortgage lenders which are general obligations of the mortgage lenders and are secured by pledges of collateral, and $14.3 million in home improvement loans purchased by the Agency which have stated interest rates and are insured by the Federal Housing Administration (FHA). In addition, $11.4 million in other receivables represent accrued interest receivable.

Long-term obligations are the Agency's primary liability. At June 30, 1987, outstanding bond obligations amounted to $2.5 billion, which is net of bond discount. Bonds have varying maturity dates to 2030 and varying interest rates ranging from 3.2% to 13%.

Zero coupon bonds and compound interest bonds do not bear interest but instead accrete in value continuously until maturity. Accretion is recorded as interest expense with a corresponding increase in the value of the bonds outstanding. The Agency also issues compound interest bonds which accrete in value for a designated period of time and thereafter bear interest currently.

The bonds and notes, except for the Section 11(b) mortgage revenue bonds, are generally collateralized by: (1) a pledge of the full faith and credit of the Agency, (2) all mortgage repayments to the Agency of mortgage loans financed out of bonds or obligations pursuant to the respective Agency resolution, (3) all Agency income resulting from fees and charges collected from sponsors or permanently financed projects under the Agency resolutions pursuant to mortgages and all net operating income from such financed projects which the Agency may acquire title to, or take possession of, through protection and enforcement of its rights under mortgage agreements on such projects, (4) all mortgages pledged as collateral under mortgage loans financed out of bonds or obligations pursuant to the respective Agency resolution, and (5) the funds and accounts under the resolutions and investments thereof.

The Section 11(b) mortgage revenue bonds are separately secured special and limited obligations of the Agency payable solely from the property pledged to the payment thereof. The Section 11(b) bonds are not payable from any of the funds or accounts established under any other resolution of the Agency securing bonds and other obligations.

The Agency has no taxing power and the State of New Jersey is not liable on bonds issued by the agency.

Due to intergovernmental agencies represents advances from the State for bond and housing assistance amounting to $35.5 million. This represents amounts received by the Agency from the 1968 and 1976 State of New Jersey General Obligation Bond Assistance Funds. These funds have been pledged as security for bonds of certain bond resolutions and to provide additional financing (supplemental mortgages and other loans) to certain housing projects. These funds are repayable to the State when the related loans are collected and the bonds have been retired.

Other liabilities amounting to $161.4 million include $86.0 million of funds held in trust for mortgagors representing amount available to absorb initial operating deficits, construction overruns, and for contingencies. Also included in other liabilities are Mortgagor escrow deposits ($56.5 million) from the projects for payments of insurance, major repairs and replacements and for payments in lieu of taxes.

In March 1987, the Agency, in conjunction with the Casino Reinvestment Development Authority, CRDA, entered into an agreement to provide funding for a $18.0 million housing project in Atlantic City. Under the agreement, CRDA sold bonds to Atlantic City Casinos, then loaned the proceeds of the bond sale to the Agency on a pass-through basis in exchange for the Agency's interest bearing note. The Agency in turn loaned the funds to the housing project in exchange for its mortgage note. In the event of a mortgage default, CRDA has agreed to assume all risks.

During the years ended June 30, 1987 and 1986, the Agency repurchased or redeemed approximately $473.9 million and $156.2 million, respectively, principal amount of its bonds. A loss of $5.1 million for the year ended June 30, 1987 and a gain of $2.0 million for the year ended June 30, 1986 on early extinguishment of debt has been recorded since the bonds were retired prior to their scheduled maturity. The repurchases were facilitated by accelerated repayments of certain mortgages and by investment earnings.

Subsequent to June 30, 1987 the Agency redeemed the following bonds (in millions) on the dates specified below:

Date	Issue	Par Amount
July 10, 1987	Second Home Improvement Loan Program Revenue Bonds—1981 Series A	$ 3.1
	1983 Series A	.6
July 20, 1987	Single Family Mortgage Revenue Bonds—1980 Series 1	20.8
August 17, 1987	Residential Home Mortgage Purchase Bonds	1.5
October 1, 1987	Statewide Mortgage Purchase Bonds—1982 Series 1	24.4
	1983 Series 2	29.6
October 31, 1987	Home Mortgage Purchase Revenue Bonds—1986 Series B	140.0

In addition, the Agency has given notice to their Trustee to redeem $21.9 million par amount of the Statewide Mortgage Purchase Bonds 1982 Series I on November 2, 1987.

On July 9, 1987, the Agency closed the Home Mortgage Purchase Revenue Bonds—1987 Series A and B issued for $90,000,000 and $50,000,000 respectively. These were refunding issues for the $140,000,000 Home Mortgage Purchase Revenue Bonds, 1986 Series B, which were redeemed September 30, 1987.

NEW JERSEY SPORTS AND EXPOSITION AUTHORITY

The Authority was established to own and operate various projects, located in the State of New Jersey, including stadiums and other buildings and facilities for athletic contests, horse racing, and other spectator sporting events and for trade shows and other expositions.

The Authority operates a racetrack for both thoroughbred and harness horseracing, and a stadium for football, and other events, which comprise the Authority's Initial Project and a multi-purpose arena (Project II) for basketball, hockey and other sports and entertainment events.

On September 24, 1985, the Authority purchased all the outstanding shares of Monmouth Park Jockey Club (the Company), which owned and operated a racetrack located in Oceanport, New Jersey at a cost of approximately $43.5 million. On December 31, 1985, the Authority dissolved the Company and transferred all of the Company's assets to the Authority and assumed all of the Company's liabilities.

From time to time, the Authority has considered expanding into other ventures, as provided for in the Act, including an aquarium and a baseball stadium. The Board of Commissioners authorized $2.0 million of surplus revenues from operations of the Sports Complex during 1985 and 1984 to cover the preliminary development costs of these projects.

The financial statements of the Authority are prepared in accordance with generally accepted accounting principles. The acquisition of the Company has been accounted for under the purchase method of accounting in accordance with Accounting Principles Board Opinion No. 16.

The principal asset of the Authority, fixed assets of $402.9 million, is stated at cost, which includes, all costs during the construction period for acquisition of land, rights-of-way, surveys, engineers charges, roads, construction costs and additions to facilities, administrative and financial expenses and interest during the construction net of interest income earned on the unexpended funds. Depreciation is computed on a straight-line method based on the estimated useful lives of the related assets. Depreciation expense for the year ended December 31, 1986 amounted to $12.7 million.

Investments of $85.2 million are recorded at amortized cost which approximates market. Investments (in millions) consists of Certificates of Deposit ($51.9), U.S. Treasury Notes ($15.4), Repurchase Agreements ($9.5) and units in the New Jersey Cash Management Fund ($8.4). The bond resolutions of the Sports Authority and the indenture of trust of Monmouth Park specify the banking institutions and types of investments that can be made with the money available for investment.

Repurchase agreements are secured by one or more of the securities the Authority is authorized to hold as an investment. The collateral is held by the banking institution in the name of the Sports Authority. The Monmouth Park indenture of trust requires that the collateral be delivered to another bank or trust company as custodian. During 1986, Monmouth Park invested in repurchase agreements totalling $25,290,000 which did not have collateral transferred to another bank or trust company.

At December 31, 1986, the Authority had outstanding bonds and notes of $395.7 million and $16.1 million, respectively. Included in the amount of bonds outstanding is $73.7 million of Sports Complex Bonds—1978 Series (Senior Lien Bonds), $175.4 million Sports Complex Refunding Bonds—1985 Series (Guaranteed by the State of New Jersey), $107.2 million Sports Complex Subordinated Refunding Bonds—1985 Series, and $39.4 million Monmouth Park Revenue Bonds, 1985 Series.

On December 4, 1985, the Authority issued $175.4 million of Sports Complex Refunding Bonds, 1985 Series, guaranteed by the State of New Jersey and $107.2 million of Sports Complex Subordinated Refunding Bonds, 1985 Series, in connection with a restructuring of the Authority's outstanding debt. The proceeds from the bonds along with other available funds of $12.4 million were used to refund the Sports Complex Refunding Bonds, 1978 Series in the amount of $270.5 million, the Sports Complex Subordinated Refunding Bonds, 1983 Series in the amount of $38.3 million, the Sports Complex Notes, 1985 First Series in the amount of $12.0 million and the accrued interest on the aforementioned obligations through December 4 of approximately $6.9 million. In addition, $15.9 million was deposited into the reserve account established for the 1985 Subordinated Refunding Bonds. The gain on the advance refunding was $45.4 million. Issuance cost of $4.8 million has been reflected in other assets.

The Sports Complex bond resolutions pledge the net revenues of the Sports Complex as security for the bonds. Pursuant to authorization contained in the State Guaranty Act, the punctual payment of principal and interest on the Guaranteed Refunding Bonds is unconditionally guaranteed by the State of New Jersey. In addition, the debt service reserve requirements of $6.1 million and $15.9 million for the Senior Lien Bonds and the Subordinated Refunding Bonds, respectively, have been set aside out of the proceeds of the bond sales, as additional security for the respective bond holders. These amounts are included as part of the Authority's investments.

The Senior Lien Bonds, the Subordinated Refunding Bonds and the Monmouth Park Revenue Bonds are not a debt or liability of the State of New Jersey or of any political subdivision of the State other than the Authority. The Subordinated Refunding Bonds are subordinate to the outstanding Senior Lien Bonds and $1.0 million Sports Complex Note—1980 Third Series.

The Monmouth Park Revenue Bonds, 1985 Series, are secured by a pledge of the net revenues derived from Monmouth Park. Additional security includes mortgages on certain assets of Monmouth Park, the Debt Service Reserve of $5.9 million, and available annual surplus revenues derived from the Sports Complex.

Notes payable ($16.1 million) includes $13.1 million Monmouth Park Junior Lien Restricted Revenue Notes. The notes are special, limited obligations of the Authority secured by a subordinate pledge of the net revenues derived from Monmouth Park, the Debt Service Reserve and Special Reserve accounts, respectively. The Special Reserve Account was funded on May 1, 1986 from available Sports Complex revenue in an amount equal to the maximum annual principal and interest. Additional security includes a first mortgage on certain assets of Monmouth Park.

The Authority's primary source of revenues is from the racetracks, which contributed $121.9 million or 73% of total revenues for 1986. According to the Act which created the Authority, any excess revenues are designated for transfer to the State's General Fund.

NEW JERSEY TRANSIT CORPORATION

NJ Transit Corporation was created to acquire, own, operate and contract for the operation of public transportation services. The Corporation receives operating subsidies principally from the State of New Jersey by legislative appropriation and the Federal Government by defined formula grants under the Urban Mass Transportation Administration (UMTA). These grants are used to support the operation of public transportation services. The Corporation provides these services through the operation of bus and commuter rail subsidiaries. During the year ended June 30, 1987, the Corporation received approximately $167.4 million in operating subsidy from the State of New Jersey and $49.0 million from the Federal Government. The Corporation cannot issue revenue bonds.

The Corporation's financial statements are presented in accordance with generally accepted accounting principles.

Fixed assets of $1.47 billion are reported net of $369.1 million accumulated depreciation, which is provided on a straight-line basis over the estimated useful lives of the fixed assets.

The Corporation receives designated funds from Federal, State and local sources for substantially all capital acquisitions. The receivables for these capital grants and the related contributed capital are recorded when eligible expenditures are incurred on projects funded by such grants. Assets acquired in connection with capital grants are included in fixed assets. Certain grants require a State or local match at an agreed percent of total project costs.

Injury and damage claims for NJ Transit operations are accrued at estimated award or settlement amounts. The Corporation is self-insured for up to $2.0 million and $3.0 million per occurrence for Bus and Rail Operations, respectively, and subject to additional participation for losses from $4.0 million to $6.0 million, and from $24.0 million to $25.0 million for Bus Operations, and from $5.0 million to $7.0 million for Rail Operations. The Corporation has recorded an estimated liability of $35.9 million claims as of June 30, 1987 of which $15.7 million is included in Other Liabilities at June 30, 1987.

The Corporation and the Port Authority of New York and New Jersey are related parties and have entered into an agreement whereby the Port has committed funds up to $220.0 million to the Corporation for the purchase of buses or bus facilities which would qualify as the local match on certain UMTA capital grants. When purchased, such buses or facilities are leased to the Corporation at no cost for a period approximating their useful life. Fixed assets include approximately $161.0 million at June 30, 1987 for the cost of buses purchased by the Port Authority and leased to Corporation at no cost.

The Corporation has entered into various lease agreements for land, buildings, and equipment ranging in periods from 5 years to 25 years. The Corporation has recorded obligations under capital leases of $58.0 million which are included in Other liabilities on the balance sheet.

Minimum lease commitments as of June 30, 1987 are as follows:

Years ending June 30	(Dollars In Thousands)
1988	$ 7,734
1989	8,811
1990	7,241
1991	6,833
1992	6,663
Subsequent to 1992	81,238
Total minimum lease payments	118,520
LESS: Executory costs	(2,043)
Net minimum lease payments	116,477
LESS: Estimated amounts representing interest	(58,494)
Present value of net minimum lease payments	$ 57,983

As of June 30, 1987, NJ Transit had made commitments of approximately $80 million for fiscal year 1988 operating expenditures. Additionally, the Corporation was committed for future expenditures of $223.6 million.

The Corporation also has commitments for future expenditures on other non-capital projects of approximately $76 million. Funding for all such commitments is dependent upon the availability of future Federal and State funding.

Certain claims and contingencies have been asserted relating to the re-electrification projects for cost overruns, lost track time, change orders and delay claims. As of June 30, 1987, such claims and contingencies totaled approximately $32 million. Management believes that the ultimate settlement of such claims will not have a significant effect on the consolidated financial statements.

The National Railroad Passenger Corporation (Amtrak) has advised NJ Transit of a potential claim to be filed by the State of New York for unpaid sales tax on services purchased since January 2, 1983 for NJ Transit's rolling stock maintenance performed by Amtrak at Sunnyside Yard, Queens, New York. The Corporation disputes this on the grounds that it is constitutionally exempt from sales tax. Under the Northeast Rail Service Act of 1982 (NERSA), Amtrak was granted an exemption from all State sales tax liability nationwide. NJ Transit believes that when the Northeast Rail Service Act was adopted, Congress failed to consider the possible application of State taxes to interstate commuter authorities. Efforts are currently underway to cure this congressional omission and management believes these efforts will be successful resulting in no final liability by NJ Transit.

NJ Transit is not in full compliance with certain Federal grant regulations. Efforts have been undertaken to establish future compliance and management believes that the ultimate resolution of these matters will not have a material effect on the consolidated financial statements of NJ Transit.

The Corporation issued grant anticipation notes during November 1985 and August 1986. The proceeds of the notes are used to fund working capital needs. These notes are special and limited obligations of the Corporation payable solely from note proceeds, Federal operating grant proceeds and investment earnings on funds held by the Trustee. The November 1985 and August 1986 notes were defeased as of June 30, 1986 and 1987, respectively.

Subsequent to June 30, 1987, the Corporation has entered into a line of credit arrangement providing for maximum borrowings of 80% of the Corporation's Federal Section 9 operating grant proceeds for future working capital needs.

NEW JERSEY TRANSPORTATION TRUST FUND AUTHORITY

The New Jersey Transportation Trust Fund Authority was created to provide the payment for and financing of all, or a portion of, the costs incurred by the State Department of Transportation for the planning, acquisition, engineering, construction, reconstruction, repair and rehabilitation of the State's transportation system.

Pursuant to the New Jersey Transportation Trust Fund Authority Act of 1984, the Authority may issue its bonds to provide the payment for and financing of all or a portion of the State's share of the costs of such programs to the extent that State appropriations to the Authority and other available Authority revenues in each fiscal year are insufficient to fund such costs. The Act currently provides that the aggregate principal amount of bonds, notes or other obligations, including subordinated indebtedness, of the Authority may not exceed $600 million.

The Authority's financial statements are presented in accordance with generally accepted accounting principles.

The Authority's most significant asset, investments of $379.6 million are stated at cost, which approximates market. Investments consist of $135.1 million in U.S. Government obligations and $244.5 million in units of the State of New Jersey Cash Management Fund.

Pursuant to a contract signed with the State of New Jersey, the Authority will receive revenues during the fiscal year ending June 30, 1988 from state appropriations, which are funded from assessments to toll road authorities, commercial vehicle fees and motor fuel taxes, pursuant to Article VIII, Section 2 of the State Constitution. Revenues in the amount of $201,000,000 have been appropriated by the State to the Authority for the fiscal year ending June 30, 1988.

The Authority's primary liability is bonds payable of $251.8 million.

Transportation System Bonds payable at June 30, 1987, is composed of the January 15, 1985 original issue of $61,270,000 of Series A Bonds, maturing serially from December 15, 1985 through December 15, 1994 at interest rates ranging from 4.75% to 8.00% and the December 1, 1986 issue of $200,000,000 of Series A Bonds, maturing sequentially from June 15, 1988 through June 15, 1997 at interest rates ranging from 4.10% to 6.00%.

The Series A Bonds maturing on December 15, 1992, 1993 and 1994 are subject to redemption prior to maturity, in whole or in part, at any time after December 15, 1991, at varying premium rates.

The Bonds are primarily secured by payments received or to be received by the Authority from the State of New Jersey.

NEW JERSEY TURNPIKE AUTHORITY

The Authority was established to construct, maintain, repair, and operate turnpike projects at locations established by law and to issue turnpike revenue bonds or notes of the Authority, subject to prior approval in writing from the Governor and from either or both the State Treasurer and the Comptroller of the Treasury, payable solely from tolls and other revenues of the Authority. Under the provisions of the Act, turnpike bonds or notes and interest thereon shall not be deemed to constitute a debt or liability or pledge of the faith and credit of the State or any political subdivision thereof. The Authority presently operates the New Jersey Turnpike.

Accounts of the Authority are maintained in accordance with the provisions of the Bond Resolution and on the Authority's interpretation of said resolution. These practices differ in certain respects from generally accepted accounting principles applied in the presentation of financial position and results of operations commonly followed by other types of enterprises. The significant practices are as follows:

> Depreciation of the Turnpike and related facilities is not included as an operating expense or otherwise provided.
>
> Costs of investment in facilities are generally recorded when paid except for costs for payments to contractors and engineers which include amounts withheld (retainage) from such payments. Income on unexpended construction funds is credited to cost of investment in facilities when received.
>
> Costs of investment in facilities also include expenses in connection with the offering, selling and issuance of bonds and notes; discount on the sale of bonds and notes; costs of issuing refunding bonds; costs of certain real estate in excess of right-of-way requirements which may be sold and proceeds applied in reduction of construction costs; certain interest on bonds and notes, and administrative and legal expenses during the construction period.
>
> Toll revenues are recorded as received.
>
> Income on investments and other income is recorded when received.
>
> Operating expenses (including materials, supplies and equipment) and compensated absences are recorded when paid.
>
> Interest on bond indebtedness is recorded on the accrual basis.
>
> Costs for major repairs, replacements or maintenance items of a type not recurring annually or at short intervals and costs for major surfacing, replacement, repairs, renewals or reconstruction of the Turnpike System are recorded when paid.

The Turnpike's principal asset, investments (in millions), at December 31, 1986 consisted of the following:

U.S. Government Obligations	$2,013.1
Certificates of Deposit	38.2
Repurchase Agreements	40.4
Other Investments	2.8
	$2,094.5

Investments are carried at cost, which approximates their market value. Other investments include life insurance bonds purchased under the provisions relating to the Employees' Deferred Compensation Plan.

On November 21, 1985, the Authority issued $2.0 billion of Turnpike Revenue Bonds, 1985 Series Bi-Modal Multi-Term Format Bonds (the 1985 Bonds or Priority Bonds). Under the Bi-Modal Multi-Term Format (BMTF) structure, the Authority issued all the Bonds necessary to finance the 1985-1990 widening program (originally estimated to cost $1.7 billion) at one time. Initially, proceeds of the Bond sale were invested in government securities and deposited into an Escrow Account within the Construction Fund. As funds are needed for construction, monies will be transferred out of the Escrow Account and into the Widening Program Construction Account (both accounts are contained within the Construction Fund). The Authority will not begin to pay debt service from revenues until such funds are utilized for construction.

The 1985 Bonds have two modes while they are outstanding: Mode 1 and Mode A. These modes differ with respect to primary security and maturity. Initially, $2 billion of Bonds were issued as Mode 1 Bonds and $1 million of Bonds were issued as Mode A Bonds.

When Bonds are in Mode 1, the primary security as to principal and interest payments are monies held in the Escrow Account. As the Authority makes funds available for construction, the Mode 1 Bonds will be converted to Mode A Bonds. The primary security for Mode A Bonds are the net revenues, as defined, of the Authority.

Bonds in Mode 1 have tender dates ranging from one week to July 2, 1990. On these tender dates, the bonds may be redeemed or converted to Mode A Bonds, at the discretion of the Authority. Bonds converted to Mode A will have varying maturity dates ranging to January 1, 2018.

On September 13, 1984, the Authority issued $501.8 million of Turnpike Revenue Bonds, 1984 Series (the 1984 Bonds), for the purpose of refunding the Authority's outstanding 1966 Turnpike Revenue Bonds and 1977 Turnpike System Revenue Bonds, having outstanding principal amounts aggregating $538.0 million and $186.9 million, respectively.

The 1984 Bonds are term bonds which mature as follows: $249.0 million due January 1, 2003 with interest at 10.375% per annum; $69.2 million due January 1, 2005 with interest at 12% per annum; $132.5 million due January 1, 2009 with interest at 6-3/4% per annum; and $51.0 million due January 1, 2014 with interest at 7% per annum. The bonds are collateralized by the proceeds of the sale of the 1984 Bonds, all revenue, and all amounts on deposit in funds established by the resolution other than the State Payment Fund and the Construction Fund. Such lien is subordinate to the lien and pledge of net revenues for any Priority Bonds which may be issued pursuant to the Resolution. Under the terms of the Bond Resolution the 1985 Bonds have a senior lien on the revenues of the Authority over the 1984 Bonds.

Toll revenues of $173.5 million accounted for 90% of the Turnpike's total revenues during 1986. Expenses related directly to this revenue accounted for $34.2 million or 33% of total operating expenses, whereas expenses for maintenance, repair, replacement and reconstruction accounted for $25.9 million or 25% of total operating expenses.

Under the terms of an agreement dated April 27, 1984, the Authority has agreed to make annual payments to the State of New Jersey to assist in transportation purposes (see Transportation Trust Fund Authority). These payments, which aggregate $12 million annually, are due for a period of 20 years from the agreement date. The payments to the State are subordinate to the 1985 Turnpike Revenue Bonds and the 1984 Turnpike Revenue Bonds.

On January 30, 1987, the Authority approved a resolution authorizing a preliminary remarketing memorandum for the Authority's currently outstanding $2 billion Turnpike Revenue Bonds, 1985 Series, Bi-Modal Multi-Term Format (1985 Bonds) in Mode 1. The 1985 bonds are subject to mandatory tender for purchase upon the occurrence of events under the Drop-Lock Provision of the Bond Resolution.

Pursuant to the Bond Resolution, the interest rate on the 1985 Bonds will be converted from adjustable rates to a fixed rate of interest to maturity (the "Long-Term Rate"), determined as set forth in the Bond Resolution. On the Drop-Lock Conversion Date, the 1985 Bonds will be converted to Mode A and will be secured by the Net Revenues of the Authority and the Priority Debt Reserve Fund. The Long-Term Rate will remain in effect until the maturity (January 1, 2018) or earlier redemption of the 1985 Bonds.

NEW JERSEY WASTEWATER TREATMENT TRUST

The New Jersey Wastewater Treatment Trust (the "Trust") was created by the State Legislature in November 1985 as an independent State financing authority to administer the New Jersey Wastewater Treatment Financing Program. The Trust is empowered to issue revenue bonds, make loans and guarantee debt issued by local governments for the construction and rehabilitation of eligible wastewater treatment projects. The Trust will finance fifty percent of the allowable costs of wastewater treatment projects. The Trust will lend its share of allowable costs to local governments for up to twenty years at a rate equal to or less than the interest rate on its revenue bonds. Local borrowers' loan repayments will be used to pay debt service on Trust revenue bonds. Interest earnings on the Trust's reserve fund will help offset Trust loan repayments.

The financial statements of the Trust are presented in accordance with generally accepted accounting principles.

Operating fund expenditures consist primarily of the Trust's share of bond counsel and financial advisor fees incurred in connection with the development of the Wastewater Financing Program and the Trust's anticipated issuance of revenue bonds during fiscal year 1988. Pursuant to an agreement between the State and the Trust, such costs are shared by the Trust and the State of New Jersey.

Under an agreement dated November 3, 1986, the State of New Jersey, through the Department of Environmental Protection, capitalized the Trust with an initial appropriation of $250,000.

NEW JERSEY WATER SUPPLY AUTHORITY

The Authority was created by the New Jersey Water Supply Authority Act and in connection with the Act, all water supply facilities owned or operated by the State (Delaware and Raritan Canal Transmission Complex and Spruce Run-Round Valley Reservoir Complex) were transferred or leased to the Authority. The Act empowers the Authority to acquire, finance, construct and operate water systems under certain circumstances and authorizes the issuance of bonds of the Authority and provides for the terms and security thereof.

The financial statements of the Authority are presented in accordance with generally accepted accounting principles.

The Authority's fixed assets (essentially utility plant) are stated at original cost and consist primarily of amounts expended to license, construct, acquire, complete and place in operation the projects of the Authority. Normal maintenance and repair costs are charged to operations and maintenance expense. Major repairs, improvements and replacements are capitalized.

Utility plant is depreciated on the straight-line basis over the estimated useful lives of the various classes of plant.

Short-term investments ($5.4 million) and restricted investments ($61.0 million) for construction and repayment of interest consist primarily of money market funds with variable interest rates at June 30, 1987. Restricted investments at June 30, 1987 for construction and repayment of interest on the Manasquan State Loan Notes are governed by an investment agreement whose return is fixed at 7.72%. All investments are carried at cost, which approximates market.

The Authority's principal liability, Due to Intergovernmental Agencies ($91.6 million) represents amounts due to the State of New Jersey. This amount consists of various contractual agreements with the State.

The Authority has a contractual obligation to retire the remaining principal and interest associated with the 1958 and 1969 State bond issues. The bonds bear interest at 3.269% and 5.40%, respectively. The Authority also has a contractual obligation to repay the December 12, 1985 loan of$19.6 million. These funds were obtained from the 1981 bond appropriation of $20.6 million. On June 3, 1987, the Authority issued $63.6 million of its Manasquan Water Supply System State Loan Notes ("the State Loan Notes") pursuant to the terms of a State Loan Agreement between the Authority and the State of New Jersey (the "State Loan Agreement") from moneys made available from a State bond appropriation of $72.0 million. The State Loan Notes bear interest at 7.15%. Aggregate maturities of bond, loan and State Loan Notes principal and interest (dollars in thousands) are as follows:

1988	$ 3,159
1989	2,438
1990	2,624
1991	2,620
1992	3,722
1993 through 2027	120,473
Total principal and interest	135,036
Less: Amounts representing interest	(42,997)
Principal amount due to State of New Jersey	92,039
Less: Current portion	(1,716)
Long-term liability at June 30, 1987	$ 90,323

The Authority has no obligation to repay 1976 and 1980 bond proceeds as these issues were considered to be contributed capital.

In accordance with the terms of the State Loan Agreement the State Loan Notes are classified as either Current Debt Service Portion Notes or Deferred Service Portion Notes. The principal amount classified as the Current Debt Service Portion Notes is $27.1 million (the "Current Notes") and the principal amount classified as the Deferred Debt Service Portion notes is $36.5 million (the "Deferred Notes"). Payment of the interest on the Current Notes is deferred until February 1, 1991 or such later February 1 or August 1 as is at least two months following the date which the Authority's Manasquan Reservoir Water Supply System (the "System") becomes fully operable. Interest accruing on the Current Notes prior to the first interest payment date accretes as principal and bears interest at the rate of 7.15% per annum. Principal of the Current Notes, including the interest that has accreted as principal, shall be payable in thirty annual installments, the first of which is due on August 1, 1991 or such later August 1 as is the first such date which is at least thirteen months following the date upon which the System becomes fully operable.

The Deferred Notes bear interest from June 3, 1987 but such interest is not payable until the Deferred Notes have been exchanged for Current Notes. Interest accruing on the Deferred Notes accretes as principal and bears interest at the rate of 7.15% per annum. Interest on the Deferred Notes will cease to accrue three years after the first payment of interest on the Currrent Notes. Principal of the Deferred Notes, including the interest that has accreted as principal will be discharged solely by exchange for Current Notes or by the expiration of a period of forty years from their date of issuance. The Deferred Notes must be exchanged for Current Notes on an annual basis to the extent that the Authority has entered into additional long-term contracts to sell water from the System.

The accretion to the principal amount, of interest from June 3, 1987, the date of the loan, to July 31, 1990 for the Current Notes and to July 31, 1993 for the Deferred Notes is expected to be $22.2 million. The initial issuance costs of $478,406 are being amortized over the applicable forty year financing period.

In fiscal year 1986, the Authority and the Department of Environmental Protection negotiated a ninety-nine year property lease, commencing July 1, 1987, whereby the Authority will lease certain additional real property known as the Delaware and Raritan Canal Transmission Complex. The State House Commission approved the lease on June 17, 1986. Sole consideration under the lease agreement is the benefits derived from the transfer of responsibility for operation and maintenance of the Delaware and Raritan Canal by the State of New Jersey to the Authority.

The Authority supplied water to approximately twenty-five customers during fiscal year 1987. Two customers accounted for approximately 80% of total operating revenues.

On September 1, 1987, the Authority entered into three contracts for the construction of the Manasquan Reservoir project totalling $41.5 million.

SOUTH JERSEY PORT CORPORATION

The Port Corporation was established to acquire, construct, rehabilitate, improve, operate and maintain marine terminals in the South Jersey Port District, which includes Mercer, Burlington, Camden, Gloucester, Salem, Cumberland and Cape May counties.

The accounts of the Port Corporation are maintained in accordance with the provisions of its bond resolutions. The financial statements of the Corporation differ from generally accepted accounting principles insofar as depreciation has not been recognized as an expense, nor have the purchases of fixed assets from the Operating Fund been capitalized.

The Corporation's most significant asset, fixed assets (Port facilities) of $48.0 million, is stated at original cost. The Port facilities include two Marine Terminals—Beckett Street Terminal and Broadway Terminal.

Investment at December 31, 1986 ($6.8 million) consisted of participation in the New Jersey Cash Management Fund, U.S. Government Securities, time deposits and Wilmington Trust Company Notes due in the year 2020. These notes are subject to prior maturity if funds are necessary to meet obligations under the terms of the bond resolution. The notes are collateralized under the terms of the bond resolution.

The Corporation is subject to the provisions and restrictions of the Marine Revenue Bond Resolution adopted June 5, 1985. According to the bond resolutions of the Corporation, a reserve fund must be maintained in order to provide the necessary funds to meet debt service obligations should revenues be insufficient. In addition, the Corporation is required to maintain a tax reserve fund in order to provide for the payment of amounts due to local governments in lieu of property taxes. To the extent that these reserve funds are not adequately funded, the laws of New Jersey require an annual appropriation be made by the Governor and paid to the Corporation for deposit in said funds. The amount to be appropriated is based on an annual certification by the Corporation's Chairman to the Governor on or before December 1.

On December 9, 1986, the Chairman certified to the Governor that the Corporation anticipated it would be able to provide sufficient funds from operations for debt service and would, therefore, not require a State appropriation for the reserve fund; however, $1.6 million was required to provide an amount equal to the property tax reserve. Likewise, $1.6 million was received during 1986 from the State of New Jersey to fund the property tax reserve as a result of the 1985 certification.

At December 31, 1986 the Marine Terminal Revenue Bonds consisted of the following (in thousands):

	Year of Maturity	Interest Rate	Principal Amount
Serial bonds dated June 1, 1985:			
	1995	7.80%	$ 320
	1996	8.00	345
	1997	8.20	375
	1998	8.40	405
	1999	8.50	440
	2000	8.60	475
Term bonds dated June 1, 1985:			
	2005	8.75	3,085
	2020	9.00	23,150
			$28,595

The Bond Resolution requires annual sinking fund payments which commence in 2001 in the amount of $.5 million and increase each year through 2020 when the payment is $2.6 million. In addition, these Bonds are subject to redemption prior to maturity as a whole or in part by lot at the option of the Corporation on or after January 1, 1995 at a redemption price which decreases from 102% during 1995 to 100% from 1999 through maturity.

During 1985, the Port Corporation issued $28.6 million of Marine Terminal Revenue Bonds for the purpose of refunding the outstanding debt (Series A and B) which was $29.2 million at the time. Approximately $26.2 million is held in trust for the payment of the refunded debt. These funds are primarily invested in Treasury Bonds (State and Local Government Series) at rates of interest sufficient to pay the principal and interest as it becomes due. This debt is considered defeased and as such the debt and related assets held in trust are properly not included in the balance sheet. This refunding created a gain of $1.3 million.

On April 2, 1987 the Port Corporation issued $31.6 million Marine Terminal Revenue Bonds, 1987 Series C and $10.3 million Marine Terminal Revenue Bonds, 1987 Series D. The Series C bonds are being issued to refund the "1985 Refunding Bonds," in a "crossover refunding." The proceeds of the Series C bonds will be used to pay debt service on the "1985 Refunding Bonds." Debt Service on the "1985 Refunding Bonds" through January 1, 1995, excluding principal due on their date, is to be paid from revenues. The Series D bonds are being issued to provide for various capital improvements and additions to the Marine Terminal facilities; to provide funds to increase in the Debt Reserve Fund the debt reserve requirement; and to provide for the payment of interest on the Series D bonds through to and including July 1, 1988.

OTHER INFORMATION

Fixed assets are comprised of the following (in thousands):

	Cost of Investment in Facilities	Land and Land Improvements	Buildings	Equipment	Accumulated Depreciation	Total (Net)
Hackensack Meadowlands Development Commission	$ —	$ 1,922	$ 16,489	$ 4,078	$ 10,100	$ 12,389
New Jersey Building Authority	—	3,839	103,600[1]	—	—	107,439
New Jersey Casino Reinvestment Development Authority	—	—	—	—	—	—
New Jersey Economic Development Authority	—	—	—	1,077	657	420
New Jersey Educational Facilities Authority	—	—	—	135	22	113
New Jersey Expressway Authority	75,436	—	—	—	—	75,436
New Jersey Health Care Facilities Financing Authority	—	—	—	566	195	371
New Jersey Highway Authority	909,357	—	—	—	—	909,357
New Jersey Housing and Mortgage Finance Agency	—	—	—	1,144	687	457
New Jersey Sports and Exposition Authority	424,417	92,118	—	—	113,590	402,945
New Jersey Transit Corporation	—	—	1,033,500	801,381	369,100	1,465,781
New Jersey Transportation Trust Fund Authority	—	—	—	—	—	—
New Jersey Turnpike Authority	1,433,313	—	—	—	—	1,433,313
New Jersey Wastewater Treatment Trust	—	—	—	—	—	—
New Jersey Water Supply Authority	—	73,618	13,754[1]	1,927	12,132	77,167
South Jersey Port Corporation	—	17,120	22,840	8,015	—	47,975
	$2,842,523	$188,617	$1,190,183	$818,323	$506,483	$4,533,163

(1) Includes construction in progress.

Certain Authorities issue their own revenue bonds and bond anticipation notes. Bond anticipation notes are generally repaid from the proceeds of revenue bonds to be issued from the renewal of the notes, Federal or State aid or other sources relative to the purpose of the issuance. Revenue bonds, except as disclosed are not obligations of the State of New Jersey and have interest rates ranging from 3.2% to 13.75%. Interest rates for bond anticipation notes ranged from 3.375% to 11%. Changes in outstanding bonds and notes (in thousands) were as follows:

	Outstanding, Beginning of Year	Issued	Redeemed	Outstanding, End of Year
Hackensack Meadowlands Development Commission	$ 12,530	$ —	$ 4,495	$ 8,035
New Jersey Building Authority	142,092	—	8,569	133,523
New Jersey Casino Reinvestment Development Authority	—	68	—	68
New Jersey Economic Development Authority	1,213	—	1,213	—
New Jersey Educational Facilities Authority	462,980	110,405	82,985	490,400
New Jersey Expressway Authority	45,230	—	375	44,855
New Jersey Health Care Facilities Financing Authority	2,823,986	79,848	61,675	2,842,159
New Jersey Highway Authority	275,545	145,655	2,025	419,175
New Jersey Housing and Mortgage Finance Agency	2,812,717	260,569	540,580	2,532,706
New Jersey Sports and Exposition Authority	413,413	1,000	2,595	411,818
New Jersey Transit Corporation	—	—	—	—
New Jersey Transportation Trust Fund Authority	56,635	200,000	4,855	251,780
New Jersey Turnpike Authority	2,502,825	—	—	2,502,825
New Jersey Wastewater Treatment Trust	—	—	—	—
New Jersey Water Supply Authority	65,708	745,399	811,107	—
South Jersey Port Corporation	28,595	—	—	28,595
	$9,643,469	$1,542,944	$1,520,474	$9,665,939

Debt service requirements to maturity for revenue bonds and notes are as follows (in thousands):

First Year	$ 349,268
Second Year	156,312
Third Year	161,813
Fourth Year	159,444
Fifth Year	251,285
Thereafter	8,587,817
	$9,665,939

The following schedule details bonds that were either legally defeased or were defeased in-substance at each Authority's year end.

Proceeds from the bond issues and, in some instances, monies available from the Authorities were used to purchase direct obligations of the United States Government which are held in trust for the payment of the bonds. The U.S. Government obligations are scheduled to mature at such times and in such amounts so that sufficient monies will be available to pay the principal and interest on the bonds when due.

New Jersey Building Authority

1981 Series Bonds	$129,040,000
1982 Series Bonds	155,720,000

New Jersey Educational Facilities Authority

Montclair State College, Series 1982 B	$15,980,000
Montclair State College, Series 1982 C	8,245,000
Stockton State College, Series 1980 B	9,620,000
William Paterson College, Series 1981 A	12,320,000
Stockton State College, Series 1981 D	3,780,000
Kean College of N.J., Series 1981 E	4,105,000
Glassboro State College, Series 1982 D	1,540,000
New Jersey Institute of Technology, Series 1982 F	5,920,000
Glassboro State College, Series 1983 C	10,200,000
Trenton State College, Series 1983 F	8,790,000
Glassboro State College, Series 1983 G	3,010,000
Ramapo College of New Jersey, Series 1984 A	7,205,000
Trenton State College, Series 1984 B	9,110,000
Montclair State College, Series 1983 A	18,320,000
Montclair State College, Series 1983 B	9,480,000

New Jersey Expressway Authority

Atlantic City Expressway Revenue Bonds, Series A and B	$21,815,000

New Jersey Health Care Facilities Financing Authority

Public Issues:

Community Hospital Group, Inc., Series A	$ 8,220,000
Chilton Memorial Hospital, Series A	2,945,000
Helene Fuld Medical Center, Series A	2,060,000
Shore Memorial Hospital, Series A	7,985,000
Community Memorial Hospital Association (Toms River), Series A	11,690,000
The Overlook Hospital Association, Series C	17,795,000
Hackensack Hospital, Series A (Currently Hackensack Medical Center)	35,205,000
Burlington County Memorial Hospital, Series A (Currently Memorial Hospital of Burlington County)	42,345,000
Riverview Hospital, Series A	50,225,000
Mercer Medical Center, Series B	13,530,000
Monmouth Medical Center, Series A	16,915,000
Our Lady of Lourdes Medical Center, Series A	8,200,000
St. Francis Hospital, Series A	20,335,000
Chilton Memorial Hospital, Series B	36,335,000
Warren Hospital, Series A	10,815,000
West Jersey Health Systems, Series A	68,275,000
Hackensack Medical Center, Series 1982 A & B	43,770,000
Dover General Hospital, Series B	35,245,000
Passaic General Hospital, Series A	53,980,000
Warren Hospital, Series B	1,630,000

Private Issues:

Community Hospital Group, Inc., Series B	200,000
Dover General Hospital and Medical Center, Series A	2,200,000
John F. Kennedy Memorial Hospital, Series A	3,620,000
Zurbrugg Memorial Hospital, Series A	4,345,000
Burdette Tomlin Memorial Hospital, Series A	3,385,000
St. Peter's Medical Center, Series A	4,498,000
Bridgeton Hospital Association, Series A	3,000,000
The Society of The Valley Hospital, Series A	3,505,000
Burlington County Memorial Hospital, Series B	4,630,000
Morristown Memorial Hospital, Series A	20,380,000

New Jersey Highway Authority

Junior Revenue Bonds, Series 1	$ 40,000,000
Parkway Refunding Revenue Bonds, 1978 Series	82,640,000
Senior Parkway Revenue Bonds, 1984 Series	273,520,000

New Jersey Sports and Exposition Authority

Sports Complex, 1978 Series Refund Bonds	$270,466,000
Sports Complex, 1983 Series Subordinated Refunding Bonds	38,271,000
Sports Complex, 1985 First Series	12,000,000

New Jersey Turnpike Authority

1966 Turnpike Revenue Bonds	$537,982,000
1977 Turnpike System Revenue Bonds	186,855,000

South Jersey Port Corporation

Marine Terminal Revenue Bonds, Series A and B	$ 29,155,000

Pensions

The employees of the various Authorities are generally covered by the Public Employees' Retirement System of New Jersey (PERS). This pension system was established by an act of the State Legislature. Benefits, contributions, means of funding and the manner of administration are determined by state legislation. Contribution to the Retirement System by the Authority is based upon a percentage of the Authority's annual gross wages.

State law requires actuarial valuation every year and actuarial investigation every three years. Such valuations and reviews insure that the program adequately recognizes the additional costs resulting from experience or legislative changes in the benefits to be paid.

The State law also provides that any changes in pension fund benefits must be approved by the Legislature, and that each bill submitted to the Legislature must be accompanied by a fiscal memorandum stating the cost of the proposal. State law provides that pension fund benefits are not subject to negotiation between the public employers and the employee members of the plan.

New Jersey Transit Corporation and its subsidiaries have sponsored plans covering substantially all employees; certain employees are covered by PERS or the Railroad Retirement Fund. Contributions to the sponsored plans are based on an accepted projected benefit actuarial cost method which maintains contributions at a relatively level percentage of payroll. NJ Transit contributes to the PERS plan and Railroad Retirement Fund based upon a fixed percentage of applicable compensation as determined by the respective plan sponsors.

A comparison of the actuarial present value of accumulated plan benefits and the market value of net assets available for plan benefits of NJ Transit Corporation sponsored plans as of the most recent valuation dates (dollars in millions) is presented below:

	1987	1986
Actuarial present value of accumulated plan benefits:		
Vested	$ 76.1	$65.1
Nonvested	24.8	20.3
Total	$100.9	$85.4
Market Value of Net Assets Available for Plan Benefits	$ 91.1	$64.3

A weighted average rate of return of 8.7% was used in determining the actuarial present value of accumulated plan benefits.

In addition to providing pension benefits, the Corporation provides an employee savings and protection plan (401-K Plan) for all eligible employees. The Plan permits each employee to contribute up to 17% of salary not to exceed $7,000 annually on a pretax basis. The Corporation provides a maximum 50% matching contribution each month on the first 6% contributed by employee. Recorded expenses for all plans amounted to $39.2 million in fiscal year 1987.

In addition to providing pension benefits to retired employees, the Corporation also provides certain postretirement health care benefits. Substantially all of the Corporation's employees may become eligible for such benefits if they reach normal retirement age while working for the corporation. Health care benefits for active and retired employees are provided through an insurance company whose premiums are based on the benefits paid during the year. The Corporation recognizes the cost of providing such benefits by expensing the annual insurance premiums, which were $11.4 million in fiscal year 1987.

(B) UNIVERSITY FUND

Transactions related to the financial activities of Rutgers, the State University, the New Jersey Institute of Technology, and the University of Medicine and Dentistry (Universities) are accounted for in the University Fund. The University of Medicine and Dentistry operates a hospital in addition to the University. The financial statements of this fund have been prepared in accordance with the American Institute of Certified Public Accountants' "Industry Audit Guide—Audit of Colleges and Universities" and, accordingly, are presented in a separate column in the combined balance sheet.

Basis of Accounting

The accounts of the universities are maintained and reported on the accrual basis of accounting.

Fund Accounting

The financial activities of the universities are recorded in funds which classify the various transactions by specified activities or objectives. Fund balances of such funds are reported as reserved for higher education programs and higher education general endowment and similar funds.

Unrestricted revenue is accounted for in the current unrestricted fund. Restricted gifts, grants, endowment income and other restricted resources are accounted for in the current restricted fund, loan funds, endowment and similar funds and plant funds. Revenue and expenses are reported in the current restricted fund when financial resources are used for the current operating purposes for which they have been provided. Transactions related to the various student loan programs operated by the universities are accounted for in loan funds. Resources dedicated to the acquisition and investment in property, plant and equipment are accounted for in the plant funds. To the extent current funds are used to finance plant assets, the amounts so provided are accounted for as (1) expenditures, in the case of normal replacement of movable equipment and library books; (2) mandatory transfers, in the case of required provisions for debt amortization and interest and equipment renewals and replacements; and (3) transfers of a nonmandatory nature in all other significant cases.

General endowment funds are subject to the restrictions of gift instruments requiring the principal be invested in perpetuity and only the income be utilized. Term endowment funds are similar to general endowment funds except, upon the passage of a stated period of time or the occurrence of a particular event, all or part of the principal may be expended. Quasi-endowment funds have been established for the same purposes as general endowment funds, except any portion of quasi-endowment funds may be expended.

Investments

Investments of the universities are stated at cost, adjusted for amortization of premiums and accretion of discounts. Donated securities are carried at market value at the date of gift.

Patient Service Revenues

Patient revenues, which were $91.7 million during 1987, are recognized at the time of service, net of allowances applicable to third-party payers, charity and bad debts in the amount of $55.8 million.

Accounts and Notes Receivable

An allowance for doubtful receivables is provided for estimated losses expected to be incurred in collection. The estimated losses are based on historical collection experience and a review of the status of existing receivables.

Inventories

Inventories are stated at the lower of cost, using the first-in, first-out method, or market.

Plant

Property, plant and equipment are stated principally at cost at date of acquisition or fair value at date of donation in the case of gifts. Consistent with generally accepted accounting principles for colleges and universities, depreciation is not provided for the cost of plant assets.

The University of Medicine and Dentistry's Plant Funds include University Hospital and several smaller facilities which were financed by a $120.0 million State of New Jersey General Obligation Medical Educational Facilities Bond Issue (Bond Issue). Because this Bond Issue is an obligation of the State of New Jersey, it is not reflected on the University's balance sheet. The book value of University Hospital includes approximately $20.5 million of capitalized interest costs which were paid by the State.

Operating Transfers from State's General Fund

A substantial portion of the University Fund's current unrestricted expenses, including current payments for retirement costs and fringe benefits, are funded through appropriations from the general fund at the time the expenses are encumbered or paid. State appropriations are included as appropriation revenue and as expenditures in the accompanying financial statements.

Transactions with Affiliates

The financial statements of the New Jersey Institute of Technology do not include the accounts of the Foundation at New Jersey Institute of Technology ("the Foundation"), a privately incorporated resource development organization that has as its goal the support of excellence in instruction, research and public service programs at the New Jersey Institute of Technology. The Foundation's assets and liabilities approximated $3.4 million and $2.9 million, respectively.

The Foundation of the University of Medicine and Dentistry of New Jersey, incorporated in 1973 for the benefit of the University, is not included in the accompanying financial statements. Total assets of the Foundation as of June 30, 1987 aggregated approximately $32.9 million.

By action of the University's Board of Trustees, with the concurrence of the Board of Governors, the Rutgers University Foundation was established for the benefit of Rutgers, The State University to aid in obtaining resources to meet the needs of the University for which adequate funding is not available from other sources. The accounts of such Foundation are not included in the accompanying financial statements. Based upon audited financial statements as of June 30, 1987, net assets of the Foundation aggregated approximately $13.0 million.

Pension & Retirement Benefits

Retirement benefits for the majority of eligible full-time employees of the University Funds are provided under various pension agreements, namely the Public Employees' Retirement System and the Teachers Insurance and Annuity Association College Retirement Equity Fund. Under these arrangements, the plan participants make annual contributions, and the State provides the University's portion of the contribution directly. In addition to the above major plans, some employees of the University of Medicine and Dentistry are covered under retirement systems of the City of Newark.

NOTES PAYABLE

Rutgers, the State University had notes payable outstanding at June 30, 1987 (in thousands) as follows:

8.25% unsecured demand note payable to bank	$ 4,750.0
6.60% unsecured demand note payable to bank	3,350.0
Installment loan payable to bank, due in monthly installments of $2,056, including interest at 5% per annum, final installment due July 3, 1992	110.5
Installment loan payable to bank, due in monthly installments of $3,798, including interest at 5.5% per annum, final installment due January 10, 1989	69.0
Installment loan payable to bank, due in quarterly installments of $10,675, plus a variable rate of interest, 5.1% at June 30, 1986, and final installment due September 30, 1992 ...	224.2
Installment loan payable to bank, due in quarterly installments of $18,438, plus a variable rate of interest, 6.0% at June 30, 1986, final installment of $1,094,000 due December 31, 1988	1,186.1
Advance payable to the New Jersey Sports and Exposition Authority, to be repaid prior to April 1, 1988 from a percentage of television and bowl appearance revenues; beginning April 1, 1988, remaining principal will be repaid in twelve annual installations with interest at a rate to be negotiated prior to September 1, 1987, final installment due April 1, 2000	1,334.6
TOTAL	$11,024.4

Rutgers, the State University, has an unsecured $20.0 million line of credit with a bank which is to be used for interim financing of construction projects. At June 30, 1987, the University had borrowed $8.1 million against the line of credit.

The New Jersey Institute of Technology had notes outstanding at June 30, 1987 in the amount of $218 thousand. The terms of the notes provide for payment of interest at annual rates of 5% to 12%. The notes require monthly payments of principal and interest for various five to seven year periods.

BONDS PAYABLE AND OTHER DEBT

Rutgers, the State University entered into an open-ended indenture dated May 1, 1967 to provide a means of financing construction of auxiliary enterprise facilities and to consolidate previously outstanding bond indebtedness. Under the terms of the indenture, all bonds issued are direct and general obligations of the University and are in no way an obligation of the State of New Jersey. All revenues from auxiliary enterprise facilities constructed from the proceeds of the bonds together with revenues from certain other such facilities are pledged to secure the indebtedness and must be applied to (1) annual interest and amortization payments, (2) debt service reserve deficiency, if any, (3) operating and maintenance expenses, and (4) the funding of repair and replacement reserves. The excess of funds, after satisfying these requirements, is available to the University. The University has covenanted that so long as the bonds are outstanding, it will not incur any other indebtedness secured by a pledge of the facility revenues, nor sell, mortgage or otherwise dispose of such facilities.

A summary of bonds issued and outstanding (in thousands) for Rutgers, the State University at June 30, 1987 is as follows:

	Date of Series	Original Amount	Outstanding June 30, 1987
Revenue refunding bonds:			
Series A, 3⅛%, due serially to May 1, 2001	5/1/67	$ 5,025	$ 3,110
Series B, 2⅞%, due serially to May 1, 1999	5/1/67	575	295
Series C, 2¾%, due serially to May 1, 1999	5/1/67	2,190	1,050
Series D, 4.4% effective, due serially to May 1, 1999	5/1/67	1,920	510
Total Refunding Bonds		9,710	4,965
Revenue bonds:			
Series E, 3¾%, due serially to May 1, 2016	5/1/67	1,200	955
Series F, 3%, due serially to May 1, 2016	11/1/67	2,350	1,790
Series G, 7% effective, due serially to May 1, 2005	11/1/69	13,600	10,950
Series H, 5.9% effective, due serially to May 1, 2007	11/1/70	8,300	6,800
Series I, 6.7% effective, due serially to May 1, 2001 and term bonds due May 1, 2011	11/1/75	24,800	21,930
Series J, 5.8% effective, due serially to May 1, 2003 and term bonds due May 1, 2013	11/1/76	11,200	10,045
Series K, 6.68% effective, due serially to May 1, 2004 and term bonds due May 1, 2014	11/1/77	7,635	7,000
Series L, 9.70% effective, due serially to May 1, 2003 and term bonds due May 1, 2013	5/1/83	5,400	5,250
Series N, 7.38% effective, due serially to May 1, 2001 and term bonds due May 1, 2016	8/1/87	35,625	35,265
Total Revenue Bonds		110,110	99,985
General obligations bonds:			
Series 1, 7.63% effective, due serially to May 1, 2001 and term bonds due May 1, 2015	5/1/86	10,100	10,100
1987 Series A, 7.7% effective, due serially to May 1, 2002 and term bonds due May 1, 2017	5/1/87	89,015	89,015
Total General Obligation Bonds		99,115	99,115
TOTAL BONDS		$218,935	$204,065

The Revenue Refunding Bonds, Series A-D, and the Revenue Bonds, Series E-L and N, were issued under an open-ended indenture of trust date May 1, 1967 to provide a means of financing construction of auxiliary enterprise facilities and to consolidate previously outstanding bond indebtedness. Under the terms of the indenture, all bonds issued are direct and general obligations of the University and are in no way an obligation of the State of New Jersey. All revenues from auxiliary enterprise facilities constructed from the proceeds of the bonds together with revenues from certain other such facilities are pledged to secure the indebtedness. The University has covenanted that so long as the bonds are outstanding, it will not incur any other indebtedness secured by a pledge of the facility revenues, nor sell, mortgage or otherwise dispose of such facilities.

The Series N Bonds were issued to refund the University's outstanding Revenue Bonds, Series M, dated November 1, 1984. The proceeds of the Series N Bonds were used to deposit into a special escrow fund to be held by the Trustee, as refunding escrow trust agent, an amount sufficient to purchase certain direct obligations of or obligations guaranteed by the United States of America, the principal of and interest on which will be sufficient to pay, when due, the principal of, redemption premium, if any, and interest on the Series M Bonds as they mature on and before May 1, 1995.

The General Obligation Bonds, Series 1, were issued under an indenture of trust, dated May 1, 1986, to provide a means of financing a portion of the cost of construction of the Center for Advanced Biotechnology and Medicine to be located in Piscataway, New Jersey. Construction and operation of the Center is to be undertaken as a joint venture of Rutgers, The State University and the University of Medicine and Dentistry of New Jersey (UMDNJ).

Series 1 Bonds are not a debt, liability or a loan or pledge of credit out of the property or funds of the State of New Jersey.

The General Obligation Bonds, 1987 Series A, were issued under an open-ended indenture of trust, dated May 1, 1987, to provide a means of financing a portion of the cost of the construction of certain academic and other facilities of the University (Phase II Facilities). The Series A Bonds are not construed or deemed to be a debt, liability, or a loan or pledge of credit of, or be payable out of the property or funds of the State of New Jersey.

Principal payments by Rutgers, the State University applicable to Series A through L and N, Series 1 and 1987 Series A due over the next five years and thereafter are as follows:

Fiscal Year	**Amount (Thousands)**
1988	$ 2,900
1989	3,200
1990	3,370
1991	3,580
1992	3,780
Thereafter	187,235
Total	$204,065

Pursuant to the terms of a lease and agreement dated September 1, 1971 between Rutgers, The State University and the New Jersey Educational Facilities Authority ("Authority"), the University transferred to the Authority title to certain land, upon which dormitories have been constructed.

In 1974, the Authority issued bonds in the aggregate amount of $6,725,000 at an effective interest cost of 5.95% per annum, for the purpose of providing long-term financing for the aforementioned facilities. Such bonds mature serially through 2008. In accordance with the agreement, the University is required to pay an annual rental to the Authority over the life of the agreement in amounts necessary to retire the bonds, including interest, provide sinking fund and reserve account requirements and reimburse the Authority for its administrative costs. As security for its obligation under the agreement, the University has pledged the revenues arising from the financed facilities. Upon retirement of the bonds, title to the land and facilities will revert to the University; accordingly, the land and facilities have been capitalized with a corresponding liability classified as a capitalized lease obligation. At June 30, 1987, this liability is $5,455,000.

The University has entered into certain lease-purchase agreements for equipment which are principally for a duration of one to five years depending on the application and financial advantage to the University. At June 30, 1987, the aggregate capitalized lease obligation associated with these agreements, which excludes future interest payments, is approximately $1,465,000.

In addition to the $218 thousand notes payable, the New Jersey Institute of Technology has bonds payable (in thousands) consisting of:

1986 Series A, 7.25%, (due to the New Jersey Educational Facilities Authority to July 1, 2006)	$26,775
1986 Series B, 7.0%, (due to the New Jersey Educational Facilities Authority to July 1, 2002)	6,715
Total	$33,490

Aggregate principal payments during the next five fiscal years and thereafter for notes and bonds payable are:

Fiscal Year	**Amount (Thousands)**
1988	$ 1,181
1989	1,161
1990	1,215
1991	1,273
1992	1,323
Thereafter	27,555
Total	$33,708

In December, 1986, the New Jersey Institute of Technology issued the Series 1986 B Bonds for the purpose of refinancing its Series 1982 F issue. The proceeds from this transaction have been irrevocably deposited with the Trustee of the 1982 F issue, in order to satisfy the principal, interest, and call premium obligations of the 1982 F bonds. The bonds cannot be called until July 1, 1992, at which time the Trustee intends to do so. Accordingly, the amounts deposited with the Trustee and the liability with respect to the 1982 F issues have been removed from the financial statements.

At June 30, 1987, long-term debt of University of Medicine and Dentistry consisted of the following (excluding debt relating to Raritan Valley Hospital discussed below):

University of Medicine and Dentistry of New Jersey, Series A Tax Exempt Revenue Bonds of December 1985 issued in the amount of $12,335,000. Serial bonds in the amount of $6,955,000, bearing interest at rates of 6.25-8.70% are payable in equal installments of interest and principal through 2000; $5,095,000 of 8.9% term bonds are due in 2005. The issue is collateralized by certain University revenues	$12,050,000
University of Medicine and Dentistry of New Jersey, Series B Tax Exempt Revenue Bonds of August 1986 issued in the amount of $56,840,000. Serial bonds in the amount of $22,550,000 bearing interest at rates of 5.0-7.1% are payable in equal annual installments of interest and principal through 2001; $34,290,000 of term bonds bearing interest of 7.0% and 5.0% are due through 2001. The issue is collateralized by certain University revenues	56,840,000
University of Medicine and Dentistry of New Jersey, Certificates of Participation, Series A issued in February 1987	936,768
	69,826,768
LESS: Amortized discount of Series B Tax Exempt Revenue Bonds	(5,398,146)
Total	$64,428,622

In February 1987, the University of Medicine and Dentistry of New Jersey entered into a Master Lease Agreement whereby the University may acquire up to $13,080,000 in various types of equipment under a capital lease. To finance these acquisitions, the underwriter for the Lessor, Fiscal Funding of New Jersey I, issued $13,080,000 of Certificates of Participation, bearing interest at 4.10-5.20% due serially from December 1988 to December 1992 and placed the proceeds in an Acquisition Account. The University draws against these proceeds for equipment purchases, which will be repaid through rent payments over a five year period. Title to all equipment purchases under this lease agreement vests with the University and the lease is secured by the equipment acquired.

The Plant Funds include the assets, liabilities and fund balance related to Raritan Valley Hospital (RVH). From August 1975 until May 1981, the University leased RVH from the New Jersey Health Care Facilities Financing Authority (Authority) and operated the facility as an acute care hospital and ambulatory care center. Effective May 1, 1981, the University was discharged from its obligations under the Authority lease and possession of RVH was transferred to the Division of Mental Retardation (DMR). The RVH accounts will be formally transferred to DMR when the appropriate authorizing legislation is enacted. At June 30, 1987, RVH assets and long-term debt are $10,178,666 and $4,685,533, respectively, and are reflected on the plant funds balance sheet.

Repayments of principal amounts of long-term debt and capitalized leases, exclusive of the debt related to Raritan Valley Hospital, for the next five years are as follows:

Fiscal Year	Amount
1988	$ 305,000
1989	1,561,522
1990	1,648,361
1991	1,731,511
1992	1,835,129
Thereafter	62,745,245
Total	$69,826,768

Self Insurance Reserve Fund

The University of Medicine and Dentistry of New Jersey maintains a trust fund with the State of New Jersey Department of the Treasury known as the "University of Medicine and Dentistry of New Jersey Self-Insurance Reserve Fund" which provides professional and comprehensive general liability insurance coverage. Monies in the fund, existing commercial excess liability insurance coverage and coverage provided by the State of New Jersey Tort Claims Act, will be used to meet the cost of claims assessed against the University, which includes University Hospital and affiliated hospitals.

The assets of the fund are only used for payment of malpractice and other tort liability claims, related expenses, insurance expense and the cost of administering the fund.

Payments by affiliated hospitals for University employees and staff while employed at the affiliated hospitals totalled $2,859,462 in 1987. The combined payment of the University and related facility practice plans amounted to $2,781,477 in 1987.

An actuarial valuation was performed as of October 31, 1986, which indicated that there was a maximum exposure for asserted and unasserted claims of $11,448,000. Based upon this valuation the administration believes that the reserve appeared to be adequate for funding potential liability claims as of June 30, 1987. The State has the ultimate liability for any claims in excess of the reserve fund.

Commitments

At June 30, 1987, Rutgers, The State University had estimated completion cost of capital projects under construction, in the design stage with approved sources of funding, and in the design stage pending determination of sources of funding, of approximately $188,709,582.

NOTE 21—JOINT VENTURES

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose such as contracting and maintaining an interstate bridge. Pursuant to current financial reporting standards, the State does not record its equity in joint ventures. The only significant joint venture in which the State of New Jersey participates is the Port Authority of New York and New Jersey. Other joint ventures are immaterial.

The Port Authority is a municipal corporate instrumentality of the States of New York and New Jersey created by compact between the two states in 1921 with the consent of the Congress of the United States. It is authorized and directed to plan, develop and operate terminals and other facilities of transportation and commerce, and to advance projects in the general fields of transportation, economic development, and world trade that contribute to promoting and protecting the commerce and economy of the Port District, defined in the compact, which comprises an area of about 1,500 square miles in both states, centering about New York Harbor.

The Governor of each state appoints six of the twelve members of the governing Board of Commissioners, subject to confirmation by the respective State Senate. Each governor has from time to time exercised the statutory power to veto the actions of the commissioners from his state.

The commissioners serve six-year overlapping terms as public officials without compensation. They establish Authority policy, appoint an Executive Director to implement it, and also appoint a General Counsel to act as legal advisor to the Board and to the Executive Director. The Authority undertakes only those projects authorized by the two states.

The compact envisions the Port Authority as being financially self-sustaining and, as such, it must obtain the funds necessary for the construction or acquisition of facilities upon the basis of its own credit, its reserve funds and its future revenues. The agency has neither the power to pledge the credit of either state or any municipality nor to levy taxes or assessments.

Consolidated financial statements for the Port Authority for the fiscal year ended December 31, 1986 disclosed the following (in thousands):

Financial Position

Total Assets	$5,290,422
Total Liabilities	3,265,604
Net Assets	$2,024,818

Operating Results

Operating Revenues	$1,169,586
Operating Expenses	(937,820)
Depreciation and Amortization	(156,727)
Income from Operations	75,039
Financial Income (Expense), Net	(38,500)
Income Before Extraordinary Gain	36,539
Extraordinary Gain—Purchase of Port Authority Bonds in Connection with Sinking Fund Requirements	2,082
Net Income	$ 38,621

Changes in Net Assets

Balance, January 1, 1985	$1,954,498
Net Income	38,621
Federal Contributions in Aid of Construction	31,699
Balance, December 31, 1986	$2,024,818

Except for Special Project Bonds, the Authority's debt is secured by its full faith and credit, its reserve funds or a pledge of future revenues. Special Project Bonds are secured by a mortgage on the financed properties. At December 31, 1986, Port Authority debt consisted of the following (in thousands):

Consolidated Bonds	$2,659,825
Consolidated Notes	100,000
Special Project Bonds	96,500
	2,856,325
Less: Amortized Cost of	
Purchased Bonds	(32,284)
Unamoritzed Discount	(19,201)
Total	$2,804,840

NOTE 22—SUBSEQUENT EVENTS

Effective July 1, 1987 nine State colleges whose revenue and expenditures were previously accounted for in the General Fund were given autonomous status as result of Chapters 42 and 88 of Public Laws of 1986 and 1987 respectively. Beginning in fiscal year 1988 the activities of these nine state colleges will be accounted for in accordance with the accounting principles established for colleges and universities. For fiscal year 1988 the financial statements of these colleges will be reported in the College and University Fund group in the Comprehensive Annual Financial Report.

In August 1, 1987, a sale of Certificates of Participation was conducted. The State is to pay a total of $97.6 million; $80,770,000 represents principal and $16,837,829 represents interest. Capital equipment leases utilizing the proceeds of this issue are expected to be entered into during fiscal year 1988.

The majority of the State's investment in equity securities is in the various retirement systems. At June 30, 1987 the retirement systems (TPAF, PERS, PFRS, SPRS, and JRS) had approximately $3,850,213,000 of net unrealized appreciation (market value in excess of carrying value) on equity securities invested in Common Pension Fund A. During October 1987, the stock market experienced unprecedented volatility and decline in value. As of October 31, 1987, the net unrealized appreciation on the equity securities that were in Common Pension Fund A at June 30, 1987 decreased to $1,791,572,000. The effect on the market value of the remaining securities held at June 30, 1987 was immaterial. Retirement benefits payable to the plan participants are set by state formulas which are not affected by the market value of pension fund assets. Furthermore, management believes the current decline in market value will not have an adverse effect on future contributions as actuarial valuations are based on the carrying value of investments.

COMBINING FINANCIAL STATEMENTS

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SPECIAL REVENUE FUNDS

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1987

	Alcohol Education, Rehabilitation & Enforcement Fund	Beaches And Harbor Fund	Boarding House Rental Assistance Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 103,852	$ 10,536	$ 3,851
INVESTMENTS	—	4,881,888	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	282,623	—
OTHER ASSETS			
Due from other funds	14,333,263	1,775,796	8,059,541
Deferred charges	—	—	—
Total Assets	$14,437,115	$6,950,843	$8,063,392
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 5,047,904	$ —	$ 175,342
Deferred revenue	—	—	—
Due to other funds	—	427,606	106,745
Advances from other funds	—	—	—
Other	—	16,845	—
Total Liabilities	5,047,904	444,451	282,087
FUND BALANCES			
Reserved for:			
Encumbrances	97,262	9,124	—
Other	—	4,881,888	—
Unreserved:			
Designated for continuing appropriations	—	1,049,424	—
Undesignated	9,291,949	565,956	7,781,305
Total Fund Balances	9,389,211	6,506,392	7,781,305
Total Liabilities and Fund Balances	$14,437,115	$6,950,843	$8,063,392

Casino Control Fund	Casino Revenue Fund	Clean Communities Account Fund	Clean Waters Fund	Clients' Security Fund
$ —	$ —	$ —	$ 1,177	$ 229,184
—	—	—	—	4,360,466
—	—	—	—	—
8,559,472	3,681,730	48,372	—	—
—	—	—	10,407,331	—
—	—	—	—	—
—	195,681,504	5,344,571	10,586,013	—
—	—	—	—	—
$8,559,472	$199,363,234	$5,392,943	$20,994,521	$4,589,650
$5,221,798	$ 8,091,887	$ 100,752	$ 262,214	$ 190,256
2,341,500	—	—	—	—
901,170	—	225,000	2,381,403	—
—	—	—	—	—
—	—	—	—	—
8,464,468	8,091,887	325,752	2,643,617	190,256
2,336,671	26,611,170	—	4,677,509	—
—	—	—	10,407,330	46,705
—	1,000,000	—	12,252,733	—
(2,241,667)	163,660,177	5,067,191	(8,986,668)	4,352,689
95,004	191,271,347	5,067,191	18,350,904	4,399,394
$8,559,472	$199,363,234	$5,392,943	$20,994,521	$4,589,650

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Emergency Flood Control Fund	Enterprise Zone Assistance Fund	Farmland Preservation Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 587	$ 64,291	$ —
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	—	—
OTHER ASSETS			
Due from other funds	3,602,565	2,998,878	8,907,169
Deferred charges	—	—	—
Total Assets	$ 3,603,152	$3,063,169	$8,907,169
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ —	$ 13,600
Deferred revenue	—	—	—
Due to other funds	499,409	—	664,742
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	499,409	—	678,342
FUND BALANCES			
Reserved for:			
Encumbrances	8,678,142	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	5,418,911	—	8,143,092
Undesignated	(10,993,310)	3,063,169	85,735
Total Fund Balances	3,103,743	3,063,169	8,228,827
Total Liabilities and Fund Balances	$ 3,603,152	$3,063,169	$8,907,169

Green Trust Fund	Gubernatorial Elections Fund	Hazardous Discharge Site Cleanup Fund	Housing Assistance Fund	Jobs, Science And Technology Fund
$ 12,602	$ —	$ 655,388	$ 5,932	$ —
—	—	—	—	—
—	—	—	—	—
—	303	—	—	—
10,382,244	—	—	7,795,060	—
76,964	—	1,002,494	91,376	—
20,243,706	—	2,296,069	411,117	38,178,870
—	—	—	—	—
$30,715,516	$ 303	$ 3,953,951	$8,303,485	$38,178,870
$ 122,047	$ —	$ —	$ —	$ 2,902,857
—	—	—	—	—
215,220	861,175	—	123,504	1,032,034
—	—	—	—	—
—	—	—	—	—
337,267	861,175	—	123,504	3,934,891
18,710,708	—	6,371	—	18,079
10,459,207	—	302,494	7,795,060	—
32,153,079	—	106,465,539	20,186	54,762,392
(30,944,745)	(860,872)	(102,820,453)	364,735	(20,536,492)
30,378,249	(860,872)	3,953,951	8,179,981	34,243,979
$30,715,516	$ 303	$ 3,953,951	$8,303,485	$38,178,870

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Medical Education Facilities Fund	Mortgage Assistance Fund	Natural Resources Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 1,725	$ 434	$ 2,840
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	13,759,730	2,456,378
Other	—	671,205	—
OTHER ASSETS			
Due from other funds	665,428	2,056,876	6,489,654
Deferred charges	—	—	—
Total Assets	$667,153	$16,488,245	$ 8,948,872
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ —	$ 340,817
Deferred revenue	—	—	—
Due to other funds	42,885	464,547	2,187,673
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	42,885	464,547	2,528,490
FUND BALANCES			
Reserved for:			
Encumbrances	403,268	57,363	11,819,297
Other	—	13,759,730	2,456,378
Unreserved:			
Designated for continuing appropriations	214,648	43,904	37,481,825
Undesignated	6,352	2,162,701	(45,337,118)
Total Fund Balances	624,268	16,023,698	6,420,382
Total Liabilities and Fund Balances	$667,153	$16,488,245	$ 8,948,872

New Jersey Local Development Financing Fund	New Jersey Spill Compensation Fund	New Jersey Uncompensated Care Trust Fund	1983 New Jersey Green Acres Fund	Office Of Attorney Ethics
$ —	$ 10,135	$ 7,277,700	$ —	$274,438
—	—	—	—	426,993
—	—	—	149,803	—
—	—	6,795,000	—	—
15,572,765	—	—	—	—
38,579	2,093,306	—	—	—
8,546,774	42,454,263	5,121,849	15,992,506	—
—	—	—	—	—
$24,158,118	$44,557,704	$19,194,549	$16,142,309	$701,431
$ 2,173,350	$ 2,433,852	$ —	$ 223,985	$530,993
—	—	—	—	—
191,807	4,880,757	5,418,758	1,757,002	—
—	—	9,600,000	—	—
—	—	—	—	—
2,365,157	7,314,609	15,018,758	1,980,987	530,993
1,197,900	14,667,240	—	3,085,830	—
15,572,765	16,457	5,867,000	—	—
28,174,549	—	—	38,130,228	—
(23,152,253)	22,559,398	(1,691,209)	(27,054,736)	170,438
21,792,961	37,243,095	4,175,791	14,161,322	170,438
$24,158,118	$44,557,704	$19,194,549	$16,142,309	$701,431

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Pinelands Infrastructure Trust Fund	Property Tax Relief Fund	Resource Recovery and Solid Waste Disposal Facility Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ —	$ —
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	144,831,207	—
Loans	100,000	—	—
Other	—	—	—
OTHER ASSETS			
Due from other funds	—	331,603,690	71,118,665
Deferred charges	—	—	—
Total Assets	$100,000	$476,434,897	$71,118,665
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ 2,503,252	$ —
Deferred revenue	—	—	—
Due to other funds	—	—	—
Advances from other funds	100,000	—	—
Other	—	20,712,480	—
Total Liabilities	100,000	23,215,732	—
FUND BALANCES			
Reserved for:			
Encumbrances	—	10,286,509	48,000,000
Other	—	285,907,038	—
Unreserved:			
Designated for continuing appropriations	—	—	23,118,665
Undesignated	—	157,025,618	—
Total Fund Balances	—	453,219,165	71,118,665
Total Liabilities and Fund Balances	$100,000	$476,434,897	$71,118,665

Safe Drinking Water Fund	Salem Municipal Port Authority Assistance Fund	Sanitary Landfill Facility Contingency Fund	Shore Protection Fund	State Land Acquisition And Development Fund
$ —	$1,700,000	$ 32,054	$ 53,926	$ —
—	—	—	—	2,055,000
—	—	- -	—	32,422
19,061	—	—	—	—
—	—	—	—	—
—	—	6,542	90,037	83,460
3,927,277	—	29,851,122	27,499,482	15,394,523
—	—	—	—	—
$3,946,338	$1,700,000	$29,889,718	$27,643,445	$17,565,405
$ 106.180	$ —	$ 55,000	$ 907,678	$ 1,437,092
—	—	—	—	—
—	—	161,606	1,508.638	1,786,690
—	—	—	—	—
—	—	—	12,863	—
106,180	—	216,606	2,429,179	3,223,782
531,910	—	204,500	2,251,602	33,239,589
—	—	—	—	2,055,000
—	1,700,000	—	13,663,916	23,959,548
3,308,248	—	29,468,612	9,298,748	(44,912,514)
3,840,158	1,700,000	29,673,112	25,214,266	14,341,623
$3,946,338	$1,700,000	$29,889,718	$27,643,445	$17,565,405

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	State Lottery Fund	State Recreation And Conservation Land Acquisition Fund 1971	State Recreation And Conservation Land Acquisition And Development Fund 1974
ASSETS			
CASH AND CASH EQUIVALENTS	$ 492,281	$ 1,729	$ —
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	18,347,741	—	—
OTHER ASSETS			
Due from other funds	49,908,807	1,903,036	12,297,391
Deferred charges	1,009,803	—	—
Total Assets	$69,758,632	$1,904,765	$12,297,391
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$30,748,247	$ 8,119	$ 201,900
Deferred revenue	26,807	—	—
Due to other funds	37,217,797	625,466	917,868
Advances from other funds	—	—	—
Other	—	—	—
Total Liabilities	67,992,851	633,585	1,119,768
FUND BALANCES			
Reserved for:			
Encumbrances	1,515,781	348,072	8,395,073
Other	250,000	—	—
Unreserved:			
Designated for continuing appropriations	—	923,108	7,782,550
Undesignated	—	—	(5,000,000)
Total Fund Balances	1,765,781	1,271,180	11,177,623
Total Liabilities and Fund Balances	$69,758,632	$1,904,765	$12,297,391

State Recycling Fund	State Water Development Fund	Superior Court Of New Jersey Trust Fund	Transportation Fund	Trial Attorney Certification Program
$ —	$ 3,025	$ 293,090	$ 83,204	$ 2,000
—	—	150,554,024	—	226,524
—	—	—	—	—
—	—	—	—	—
2,507,914	—	—	—	—
1,022	—	—	541	—
9,698,209	324,457	—	1,011,817	—
—	—	—	—	—
$12,207,145	$327,482	$150,847,114	$1,095,562	$228,524
$ 159,354	$ —	$136,288,392	$ 612	$ —
—	—	—	—	—
1,500,141	19,217	300,792	900,879	41,831
6,800,000	—	—	—	—
—	—	—	194,071	—
8,459,495	19,217	136,589,184	1,095,562	41,831
767,094	21,600	—	—	—
2,507,914	—	3,800,000	—	—
—	286,665	—	—	—
472,642	—	10,457,930	—	186,693
3,747,650	308,265	14,257,930	—	186,693
$12,207,145	$327,482	$150,847,114	$1,095,562	$228,524

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Unemployment Compensation Auxiliary Fund	Wastewater Treatment Fund	Wastewater Treatment Trust Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 30,554	$ —	$ 100
INVESTMENTS	—	—	19,329,252
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	—	—	377,993
OTHER ASSETS			
Due from other funds	26,927,468	64,932,715	14,605,349
Deferred charges	—	—	—
Total Assets	$26,958,022	$64,932,715	$34,312,694
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ —	$34,101,269
Deferred revenue	—	—	—
Due to other funds	19,428,228	14,204,031	34,739
Advances from other funds	—	—	—
Other	58,357	—	—
Total Liabilities	19,486,585	14,204,031	34,136,008
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Other	—	—	—
Unreserved:			
Designated for continuing appropriations	—	—	(34,136,008)
Undesignated	7,471,437	50,728,684	34,312,694
Total Fund Balances	7,471,437	50,728,684	176,686
Total Liabilities and Fund Balances	$26,958,022	$64,932,715	$34,312,694

Water Conservation Fund	Water Supply Fund	Worker And Community Right To Know Fund	Total Special Revenue Funds
$ —	$ 39,650	$ 168,277	$ 11,554,562
—	—	—	181,834,147
—	—	—	182,225
—	—	921,616	164,856,761
3,724,857	134,704,406	—	201,410,685
—	—	—	23,163,883
7,637,526	9,144,662	3,242,129	1,074,774,737
—	—	—	1,009,803
$11,362,383	$143,888,718	$4,332,022	$1,658,786,803
$ 78,008	$ 1,043,003	$ 620,650	$ 236,090,410
—	—	—	2,368,307
1,580,879	6,976,982	71,005	109,658,226
—	—	—	16,500,000
—	—	—	20,994,616
1,658,887	8,019,985	691,655	385,611,559
8,559,258	22,762,125	539,732	229,798,779
3,724,857	134,704,407	—	504,514,230
37,419,381	89,469,184	—	489,497,519
(40,000,000)	(111,066,983)	3,100,635	49,364,716
9,703,496	135,868,733	3,640,367	1,273,175,244
$11,362,383	$143,888,718	$4,332,022	$1,658,736,803

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Alcohol Education, Rehabilitation & Enforcement Fund	Beaches And Harbor Fund	Boarding House Rental Assistance Fund
REVENUES			
Taxes	$11,667,337	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	1,195,637	—	—
Investment earnings	728,057	461,712	508,373
Other	—	—	—
Total Revenues	13,591,031	461,712	508,373
OTHER INCREASES			
Transfers from other funds	—	—	8,779,000
Proceeds from sale of bonds	—	—	—
Other	—	—	—
Total Other Increases	—	—	8,779,000
Total Revenues and Other Increases	13,591,031	461,712	9,287,373
EXPENDITURES			
Public safety and criminal justice	1,469,716	—	—
Physical and mental health	10,036,073	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	1,443,499	2,921,106
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	11,505,789	1,443,499	2,921,106
OTHER DECREASES			
Transfers to other funds	—	422,098	176,627
Other	—	—	—
Total Other Decreases	—	422,098	176,627
Total Expenditures and Other Decreases	11,505,789	1,865,597	3,097,733
Net Increase (Decrease) in Fund Balances for the Year	2,085,242	(1,403,885)	6,189,640
FUND BALANCES—JULY 1, 1986	7,303,969	7,910,277	1,591,665
FUND BALANCES—JUNE 30, 1987	$ 9,389,211	$6,506,392	$7,781,305

Casino Control Fund	Casino Revenue Fund	Clean Communities Account Fund	Clean Waters Fund	Clients' Security Fund
$ —	$188,996,098	$5,217,619	$ —	$ —
—	—	—	—	—
47,345,518	—	—	—	1,483,448
—	—	—	—	—
—	10,498,785	74,572	659,017	306,653
—	—	—	1,219,058	—
47,345,518	199,494,883	5,292,191	1,878,075	1,790,101
—	—	—	—	—
—	—	—	—	—
—	—	—	1,585,887	—
—	—	—	1,585,887	—
47,345,518	199,494,883	5,292,191	3,463,962	1,790,101
27,640,982	—	—	—	801,999
—	55,689,511	—	—	—
—	—	—	—	—
—	—	—	2,089,416	—
—	66,718,311	—	—	—
—	9,331,938	—	—	—
19,605,359	17,900,000	—	—	—
—	—	—	—	—
47,246,341	149,639,760	—	2,089,416	801,999
30,493	7,023,000	225,000	2,378,649	—
—	—	—	—	—
30,493	7,023,000	225,000	2,378,649	—
47,276,834	156,662,760	225,000	4,468,065	801,999
68,684	42,832,123	5,067,191	(1,004,103)	988,102
26,320	148,439,224	—	19,355,007	3,411,292
$ 95,004	$191,271,347	$5,067,191	$18,350,904	$4,399,394

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Emergency Flood Control Fund	Enterprise Zone Assistance Fund	Farmland Preservation Fund
REVENUES			
Taxes	$ —	$2,366,999	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	—
Investment earnings	295,409	92,768	538,169
Other	—	—	—
Total Revenues	295,409	2,459,767	538,169
OTHER INCREASES			
Transfers from other funds	—	—	—
Proceeds from sale of bonds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	295,409	2,459,767	538,169
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	2,273,701	26,893	447,623
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	2,273,701	26,893	447,623
OTHER DECREASES			
Transfers to other funds	498,032	—	759,871
Other	—	—	—
Total Other Decreases	498,032	—	759,871
Total Expenditures and Other Decreases	2,771,733	26,893	1,207,494
Net Increase (Decrease) in Fund Balances for the Year	(2,476,324)	2,432,874	(669,325)
FUND BALANCES—JULY 1, 1986	5,580,067	630,295	8,898,152
FUND BALANCES—JUNE 30, 1987	$3,103,743	$3,063,169	$8,228,827

Green Trust Fund	Gubernatorial Elections Fund	Hazardous Discharge Site Cleanup Fund	Housing Assistance Fund	Jobs, Science And Technology Fund
$ —	$ —	$ —	$ —	$ —
—	—	—	—	—
—	—	—	—	—
—	—	3,063,769	—	—
1,475,525	—	91,069	24,983	823,657
8,633,604	1,618,051	—	98,521	192,212
10,109,129	1,618,051	3,154,838	123,504	1,015,869
—	—	—	—	—
—	—	—	—	37,000,000
—	—	2,820,453	—	—
—	—	2,820,453	—	37,000,000
10,109,129	1,618,051	5,975,291	123,504	38,015,869
—	(3,826)	—	—	—
—	—	—	—	—
—	—	—	—	4,753,765
8,032,350	—	3,381	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
8,032,350	(3,826)	3,381	—	4,753,765
215,220	—	—	123,504	1,015,869
—	—	—	254,682	—
215,220	—	—	378,186	1,015,869
8,247,570	(3,826)	3,381	378,186	5,769,634
1,861,559	1,621,877	5,971,910	(254,682)	32,246,235
28,516,690	(2,482,749)	(2,017,959)	8,434,663	1,997,744
$30,378,249	$ (860,872)	$3,953,951	$8,179,981	$34,243,979

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Medical Education Facilities Fund	Mortgage Assistance Fund	Natural Resources Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	—
Investment earnings	42,885	120,505	1,397,657
Other	—	344,043	424,374
Total Revenues	42,885	464,548	1,822,031
OTHER INCREASES			
Transfers from other funds	—	—	—
Proceeds from sale of bonds	—	—	22,000,000
Other	—	—	378,518
Total Other Increases	—	—	22,378,518
Total Revenues and Other Increases	42,885	464,548	24,200,549
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	95,432	30,001	5,106,133
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	95,432	30,001	5,106,133
OTHER DECREASES			
Transfers to other funds	42,885	464,547	39,666,546
Other	—	—	—
Total Other Decreases	42,885	464,547	39,666,546
Total Expenditures and Other Decreases	138,317	494,548	44,772,679
Net Increase (Decrease) in Fund Balances for the Year	(95,432)	(30,000)	(20,572,130)
FUND BALANCES—JULY 1, 1986	719,700	16,053,698	26,992,512
FUND BALANCES—JUNE 30, 1987	$624,268	$16,023,698	$ 6,420,382

New Jersey Local Development Financing Fund	New Jersey Spill Compensation Fund	New Jersey Uncompensated Care Trust Fund	1983 New Jersey Green Acres Fund	Office Of Attorney Ethics
$ —	$13,544,666	$ —	$ —	$ —
—	37,700	—	475,357	—
—	628,056	—	—	1,518,806
—	—	—	—	—
333,447	2,392,396	181,849	793,602	76,471
324,559	—	40,780,700	35,510	—
658,006	16,602,818	40,962,549	1,304,469	1,595,277
10,093,894	—	—	—	—
—	—	—	5,000,000	—
10,511,350	—	—	—	—
20,605,244	—	—	5,000,000	—
21,263,250	16,602,818	40,962,549	6,304,469	1,595,277
—	—	—	—	1,512,248
—	—	36,768,000	—	—
—	—	—	—	—
10,493,087	8,812,457	—	2,664,883	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
10,493,087	8,812,457	36,768,000	2,664,883	1,512,248
302,090	2,024,175	18,758	1,748,015	—
—	2,820,453	—	—	—
302,090	4,844,628	18,758	1,748,015	—
10,795,177	13,657,085	36,786,758	4,412,898	1,512,248
10,468,073	2,945,733	4,175,791	1,891,571	83,029
11,324,888	34,297,362	—	12,269,751	87,409
$21,792,961	$37,243,095	$ 4,175,791	$14,161,322	$ 170,438

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Property Tax Relief Fund	Resource Recovery and Solid Waste Disposal Facility Fund	Safe Drinking Water Fund
REVENUES			
Taxes	$2,605,521,438	$ —	$2,637,262
Federal and other grants	—	—	—
Licenses and fees	—	—	1,086
Service and assessments	—	—	—
Investment earnings	—	618,665	217,564
Other	—	—	—
Total Revenues	2,605,521,438	618,665	2,855,912
OTHER INCREASES			
Transfers from other funds	385,600	70,500,000	—
Proceeds from sale of bonds	—	—	—
Other	—	—	—
Total Other Increases	385,600	70,500,000	—
Total Revenues and Other Increases	2,605,907,038	71,118,665	2,855,912
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	1,813,296,070	—	—
Community development and environmental management	—	—	1,635,482
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	421,894,438	—	—
Special government services	—	—	—
Total Expenditures	2,235,190,508	—	1,635,482
OTHER DECREASES			
Transfers to other funds	—	—	—
Other	—	—	—
Total Other Decreases	—	—	—
Total Expenditures and Other Decreases	2,235,190,508	—	1,635,482
Net Increase (Decrease) in Fund Balances for the Year	370,716,530	71,118,665	1,220,430
FUND BALANCES—JULY 1, 1986	82,502,635	—	2,619,728
FUND BALANCES—JUNE 30, 1987	$ 453,219,165	$71,118,665	$3,840,158

Salem Municipal Port Authority Assistance Fund	Sanitary Landfill Facility Contingency Fund	Shore Protection Fund	State Land Acquisition And Development Fund	State Lottery Fund
$ —	$ —	$ —	$ —	$ —
—	—	—	587,437	—
—	—	—	—	—
—	4,850,068	—	—	—
—	1,650,970	895,548	556,524	2,215,385
—	166	1,214,104	239,547	1,127,122,386
—	6,501,204	2,109,652	1,383,508	1,129,337,771
1,700,000	—	—	—	—
—	—	20,000,000	25,000,000	—
—	—	—	—	—
1,700,000	—	20,000,000	25,000,000	—
1,700,000	6,501,204	22,109,652	26,383,508	1,129,337,771
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	2,641,967	4,345,869	20,593,086	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	656,686,141
—	2,641,967	4,345,869	20,593,086	656,686,141
—	161,606	1,499,026	1,761,757	472,217,797
—	—	—	—	—
—	161,606	1,499,026	1,761,757	472,217,797
—	2,803,573	5,844,895	22,354,843	1,128,903,938
1,700,000	3,697,631	16,264,757	4,028,665	433,833
—	25,975,481	8,949,509	10,312,958	1,331,948
$1,700,000	$29,673,112	$25,214,266	$14,341,623	$ 1,765,781

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	State Recreation And Conservation Land Acquisition Fund 1971	State Recreation And Conservation Land Acquisition And Development Fund 1974	State Recycling Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	9,000	430	—
Licenses and fees	—	—	—
Services and assessments	—	—	3,873,616
Investment earnings	139,233	790,128	566,421
Other	—	—	119,716
Total Revenues	148,233	790,558	4,559,753
OTHER INCREASES			
Transfers from other funds	—	—	—
Proceeds from sale of bonds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	148,233	790,558	4,559,753
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	562,329	1,176,869	10,972,191
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	91,524
Total Expenditures	562,329	1,176,869	11,063,715
OTHER DECREASES			
Transfers to other funds	625,466	911,602	500,141
Other	—	—	—
Total Other Decreases	625,466	911,602	500,141
Total Expenditures and Other Decreases	1,187,795	2,088,471	11,563,856
Net Increase (Decrease) in Fund Balances for the Year	(1,039,562)	(1,297,913)	(7,004,103)
FUND BALANCES—JULY 1, 1986	2,310,742	12,475,536	10,751,753
FUND BALANCES—JUNE 30, 1987	$1,271,180	$11,177,623	$ 3,747,650

State Water Development Fund	Superior Court Of New Jersey Trust Fund	Transportation Fund	Trial Attorney Certification Program
$ —	$ —	$856,890	$ —
—	—	—	—
—	—	—	80,725
—	—	—	—
19,217	8,622,894	43,989	9,313
—	—	—	—
19,217	8,622,894	900,879	90,038
—	—	—	—
—	—	—	—
2,134	—	—	—
2,134	—	—	—
21,351	8,622,894	900,879	90,038
—	8,140,015	—	3,764
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	8,140,015	—	3,764
19,217	356,356	900,879	66,861
—	—	—	—
19,217	356,356	900,879	66,861
19,217	8,496,371	900,879	70,625
2,134	126,523	—	19,413
306,131	14,131,407	—	167,280
$308,265	$14,257,930	$ —	$186,693

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Unemployment Compensation Auxiliary Fund	Wastewater Treatment Fund	Wastewater Treatment Trust Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	17,168,175	—	—
Investment earnings	1,129,004	417,071	1,179,955
Other	—	311,613	132,739
Total Revenues	18,297,179	728,684	1,312,694
OTHER INCREASES			
Transfers from other funds	—	—	—
Proceeds from sale of bonds	—	50,000,000	33,000,000
Other	—	—	—
Total Other Increases	—	50,000,000	33,000,000
Total Revenues and Other Increases	18,297,179	50,728,684	34,312,694
EXPENDITURES			
Public safety and criminal justice	—	—	—
Physical and mental health	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	—	34,136,008
Economic planning, development and security	—	—	—
Transportation programs	—	—	—
Government direction, management and control	—	—	—
Special government services	—	—	—
Total Expenditures	—	—	34,136,008
OTHER DECREASES			
Transfers to other funds	19,428,228	—	—
Other	—	—	—
Total Other Decreases	19,428,228	—	—
Total Expenditures and Other Decreases	19,428,228	—	34,136,008
Net Increase (Decrease) in Fund Balances for the Year	(1,131,049)	50,728,684	176,686
FUND BALANCES—JULY 1, 1986	8,602,486	—	—
FUND BALANCES—JUNE 30, 1987	$ 7,471,437	$50,728,684	$ 176,686

Water Conservation Fund	Water Supply Fund	Worker And Community Right To Know Fund	Total Special Revenue Funds
$ —	$ —	$ —	$2,830,808,309
—	—	—	1,109,924
—	—	—	51,057,639
—	—	3,679,372	33,830,637
316,639	1,777,435	203,539	43,287,055
375,222	4,719,280	—	1,187,905,405
691,861	6,496,715	3,882,911	4,147,998,969
—	—	—	91,458,494
3,000,000	87,000,000	—	282,000,000
6,358	3,016,303	—	18,321,003
3,006,358	90,016,303	—	391,779,497
3,698,219	96,513,018	3,882,911	4,539,778,466
—	—	—	39,564,898
—	—	1,839,595	104,333,179
—	—	—	1,818,049,835
979,052	5,489,739	—	126,972,554
—	—	—	66,718,311
—	—	—	9,331,938
—	—	—	459,399,797
—	—	—	656,777,665
979,052	5,489,739	1,839,595	3,281,148,177
1,575,697	6,928,388	114,938	564,203,338
—	—	—	3,075,135
1,575,697	6,928,388	114,938	567,278,473
2,554,749	12,418,127	1,954,533	3,848,426,650
1,143,470	84,094,891	1,928,378	691,351,816
8,560,026	51,773,842	1,711,989	581,823,428
$9,703,496	$135,868,733	$3,640,367	$1,273,175,244

STATE OF NEW JERSEY
SPECIAL REVENUE FUNDS
DESCRIPTION OF FUNDS

Alcohol Education, Rehabilitation And Enforcement Fund (N.J.S.A. 54:32C)

This Fund accounts for 10.75% of the tax revenues from the Alcohol Education, Rehabilitation and Enforcement Act. Such tax is 7.3% of the receipts from every sale of alcoholic beverages, except draught beer sold by the barrel, by any wholesaler to any retail licensee. Interest received on moneys in the Fund shall be credited to the Fund.

Of the moneys deposited in the first year into the Fund, $2,000,000 has been allocated for the establishment of Intoxicated Driver Resource Centers. An additional $20,000 has been allocated for the establishment of a pilot project of portable roadside breath analyzers. The moneys remaining in the Fund in the first year have been dedicated as follows: 70% for rehabilitation; 20% for enforcement; and 10% for education.

The moneys collected in each subsequent year shall be annually dedicated as follows: 75% to rehabilitation; 15% to enforcement; and 10% to education.

Beaches And Harbor Fund (P.L. 1977, c.208)

An amount of $30,000,000 was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

Boarding House Rental Assistance Fund (N.J.S.A. 55:14J)

The purpose of this Fund is to finance life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to provide a source of repayment for such life safety improvement loans.

Casino Control Fund (N.J.S.A. 5:12-143)

The Casino Control Fund accounts for fees from the issuance and annual renewal of casino licenses, work permit fees, and other license fees. Appropriations fund the operations of the Casino Control Commission and the Division of Gaming Enforcement.

Casino Revenue Fund (N.J.S.A. 5:12-145)

The Casino Revenue Fund accounts for the tax on gross revenues generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations, less the total sums paid out as winnings to patrons and a deduction for uncollectible gaming receivables. Appropriations from this Fund must be used for reductions in property taxes, utility charges and other specified expenses of eligible senior citizens.

Clean Communities Account Fund (P.L. 1985, c.533)

Revenues are generated from taxes levied on manufacturers, wholesalers, distributors and retailers of litter generating products. Interest earnings are credited to the Fund. Moneys shall be used to provide grants to eligible municipalities and counties for litter pickup and trash removal programs.

Clean Waters Fund (P.L. 1976, c.92)

An amount of $120,000,000 was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

Clients' Security Fund (R. 1:28-7)

This Fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this Fund by each member of the Bar of the State of New Jersey.

Emergency Flood Control Fund (P.L. 1978, c.78)

An amount of $25,000,000 was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

Enterprise Zone Assistance Fund (P.L. 1983, c.303)

The purpose of this Fund is to concentrate the benefits of zone designation and to provide gradual and geographically balanced introduction of such zones. The law is aimed at encouraging the revitalization of some of the State's most distressed urban areas with incidence of poverty and unemployment. No more than 10 enterprise zones may be in existence at any one time. No more than two may be designated in any one year.

Farmland Preservation Fund (P.L. 1981, c.276)

An amount of $50,000,000 was authorized for the purpose of the retention and development of farmland for agricultural use and production.

Green Trust Fund (P.L. 1983, c.354)

See 1983 New Jersey Green Acres Fund.

Gubernatorial Elections Fund (N.J.S.A. 54A:9-25.1)

The Gubernatorial Elections Fund accounts for receipts from the one dollar designation on New Jersey Gross Income Tax returns. When indicated by the taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriation pursuant to The New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)

The Fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary to the cleanup or mitigation of hazardous discharge sites in the State. Moneys are appropriated from the Hazardous Discharge Fund.

Housing Assistance Fund (P.L. 1968, c.127)

An amount of $12,500,000 was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing; also, to provide financial assistance to qualified housing developments, constructed, financed, or rehabilitated under federal law and moderate income financing programs.

Jobs, Science And Technology Fund (P.L. 1984, c.99)

An amount of $90,000,000 was authorized for the establishment and construction of a network of advanced technology centers at public and private institutions of higher education; providing for the construction and improvement of technical and engineering facilities and for high technology job training and retraining programs at public and private institutions of higher education. Net earnings received from the investment or deposit of this Fund are to be paid into the General Fund.

Medical Education Facilities Fund (P.L. 1977, c.235)

An amount of $120,000,000 was authorized to refinance revenue bonds issued in 1974 by the New Jersey Health Care Facilities Financing Authority, so as to reduce interest costs for the construction of the teaching hospital at the University of Medicine and Dentistry of New Jersey. Such authorization also provided substantial savings ($25 million) which are available for the construction of other medical facilities.

Mortgage Assistance Fund (P.L. 1976, c.94)

An amount of $25,000,000 was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

Natural Resources Fund (P.L. 1980, c.70)

An amount of $145,000,000 was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)

An amount of $45,000,000 is allocated from the Community Development Bond Fund to capitalize the New Jersey Local Development Financing Fund. The Fund will provide financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)

Receipts from taxes and penalties levied upon each owner or operator of a major facility of hazardous substances are deposited in this Fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

New Jersey Uncompensated Care Trust Fund (P.L. 1986, c.204)

The purpose of this Fund is to ensure that persons who cannot pay for needed hospital care have equal access to hospital care and to serve as a mechanism which will ensure payment of uncompensated hospital care to protect the fiscal solvency of the State's general hospitals. The Fund shall be comprised of moneys collected from hospitals plus any interest earnings. Moneys shall be used to pay for uncompensated care.

1983 New Jersey Green Acres Fund (P.L. 1983, c.354)

An amount of $135,000,000 was authorized for public acquisition and development of lands for recreation and conservation purposes to meet the future needs of the expanding population. Of this amount $52,000,000 is allocated for the acquisition and development of lands by the State. $83,000,000 is to be transferred to the Green Trust Fund and is allocated for grants or loans to local government units for acquisition or development of land.

Office Of Attorney Ethics (R. 1:20-2)

The Fund was established for the purpose of performing random audits of the books and records of New Jersey attorneys for compliance with standards established by the Supreme Court of New Jersey ("Court"). The rules and regulations by which the Fund is administered have been approved by the Supreme Court of the State of New Jersey.

Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)

An amount of $30,000,000 was authorized for the purpose of providing grants and loans to local units of government for transportation, wastewater treatment, water supply and other infrastructure capital projects necessary to accommodate development in the pinelands area.

Property Tax Relief Fund (N.J.S.A. 54A:9-25)

The Property Tax Relief Fund accounts for revenues from the New Jersey Gross Income Tax. Revenues realized from the Gross Income Tax are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. Annual appropriations are made from the Fund, pursuant to formulas established by the Legislature, to counties, municipalities, and school districts.

Resource Recovery And Solid Waste Disposal Facility Fund (P.L. 1985, c.330)

An amount of $85,000,000 has been authorized to provide funds for loans to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

Safe Drinking Water Fund (N.J.S.A. 58:12A-12)

This Fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Moneys in this Fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

Salem Municipal Port Authority Assistance Fund (P.L. 1987, c.51)

An appropriated amount of $1,700,000 has been established for the purpose of making a loan to the City of Salem Municipal Port Authority to be used for the payment of the principal on a bond issued by the Authority on December 31, 1985, which is entitled "City of Salem Municipal Port Authority Port Development Bond Series of 1985."

Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of solids and per gallon of liquids. The Fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

Shore Protection Fund (P.L. 1983, c.356)

An amount of $50,000,000 was authorized for the purpose of state projects and the making of state grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing and maintaining shore protection projects. Of the total available, $40,000,000 has been allocated for state shore protection projects and for state grants to counties and municipalities. The remaining $10,000,000 has been allocated for state loans to counties and municipalities. Net earnings received from the investment or deposit of this Fund are to be paid into the General Fund.

State Land Acquisition And Development Fund (P.L. 1978, c.118)

An amount of $200,000,000 was authorized for state and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

State Lottery Fund (N.J.S.A. 5:9-21)

This Fund includes the moneys from the sale of state lottery tickets. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets or shares and for administrative expenses of the Division of State Lottery. The balance of funds are paid over to the General Fund in support of the amounts annually appropriated for state institutions and for education.

State Recreation And Conservation Land Acquisition Fund (P.L. 1971, c.165)

An amount of $80,000,000 was authorized to enable the State to acquire lands and to provide for state grants to assist municipalities and counties and other units of local government to acquire lands for recreation and conservation purposes.

State Recreation And Conservation Land Acquisition And Development Fund (P.L. 1974, c.102)

An amount of $200,000,000 was authorized to enable the State to acquire and develop lands and to provide for state grants to assist municipalities and counties and other units of local government to acquire and develop lands for recreation and conservation purposes.

State Recycling Fund (N.J.S.A. 12:1E-92)

Receipts from taxes and penalties levied upon each owner or operator of a sanitary landfill facility are deposited in this Fund. The tax is levied per cubic yard of all solid waste accepted for disposal at the facility. Grants are made to seek solutions to energy, environmental and economic problems.

State Water Development Fund (P.L. 1958, c.35)

An amount of $45,850,000 was authorized to conduct research, acquire, construct, and develop water supplies for potable, industrial, irrigational, and other purposes.

Superior Court Of New Jersey Trust Fund (R. 4:57-2 to 5)

This Fund accounts for moneys representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships and interpleaders.

Transportation Fund (N.J.S.A. 54:18A-20)

Receipts of taxes from the Emergency Transportation Tax Act are credited to this Fund. Such tax is on the income of New Jersey residents derived from sources within a "critical area state" other than New Jersey, and on the income of residents of another "critical area state" derived from sources within New Jersey. The critical area state was determined by the Commissioner of Transportation to be New York. Each taxpayer subject to the Emergency Transportation Tax Act is required to compute the tax due the State for both the Emergency Transportation Tax and the New Jersey Gross Income Tax, and to pay the greater tax due, which is credited hereto. The amount applicable to the tax, as calculated for the New Jersey Gross Income Tax, is first allocated and transferred to the Property Tax Relief Fund and reported by the State under the revenues of the Gross Income Tax in the Property Tax Relief Fund of the General Treasury. The funds are used to improve transportation and transportation facilities in the critical areas covered by the Act.

Trial Attorney Certification Program (R. 1:39-1(h))

The Fund was established to assist the Supreme Court of New Jersey in the administration of the certification function for civil or criminal trial attorneys. The rules and regulations by which the Board is administered have been approved by the Supreme Court of New Jersey.

Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this Fund.

Payments from the Fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program (WIN), authorized training programs, and economic development activities.

Wastewater Treatment Fund (P.L. 1985, c.329)

An amount of $190,000,000 was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, $150,000,000 is allocated for the purpose of making grants and low- or zero-interest loans to local government units for financing the cost of the construction of wastewater treatment systems. This allocated portion will be known as the Wastewater Treatment Fund.

Wastewater Treatment Trust Fund (P.L. 1985, c.329)

This program was enacted under the Wastewater Treatment Bond Act which authorized the sale of $190,000,000 in State bonds to provide financial assistance to local government units for the construction of wastewater treatment systems. Of the total amount authorized, $40,000,000 is to be deposited in the Wastewater Treatment Trust Fund and paid to the Wastewater Treatment Trust, an authority established pursuant to law. The Trust authorizes the use of these bond moneys to secure local debt and to secure revenue bonds or other debt issued by the Trust, the proceeds of which will be used to make loans or provide loan guarantees to local government units for the construction of wastewater treatment systems.

Water Conservation Fund (P.L. 1969, c.127)

An amount of $271,000,000 was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

Water Supply Fund (P.L. 1981, c.261)

An amount of $350,000,000 was authorized to provide loans for state or local projects for the rehabilitation, repair or consolidation of antiquated, damaged or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan. Earnings from the investments shall be paid into the General Fund.

Worker And Community Right To Know Fund (N.J.S.A. 34:5A-1)

This Fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Moneys in the Fund are to be allocated on a percentage basis for expenses incurred in connection with the Act's provisions by the Department of Health, Department of Environmental Protection, Department of Labor and the Department of the Treasury.

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CAPITAL PROJECTS FUNDS

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1987

	Correctional Facilities Construction Fund	Energy Conservation Fund	Higher Education Buildings Construction Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 57,645	$ —	$ 8,453
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Other	—	—	—
OTHER ASSETS			
Due from other funds	21,979,584	7,884,821	839,512
Total Assets	$22,037,229	$ 7,884,821	$847,965
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 957,548	$ 140,683	$ 7,900
Due to other funds	1,263,039	424,186	54,897
Total Liabilities	2,220,587	564,869	62,797
FUND BALANCES			
Reserved for:			
Encumbrances	7,060,844	1,357,080	68,370
Unreserved:			
Designated for continuing appropriations	12,755,798	10,279,341	716,798
Undesignated	—	(4,316,469)	—
Total Fund Balances	19,816,642	7,319,952	785,168
Total Liabilities and Fund Balances	$22,037,229	$ 7,884,821	$847,965

Human Services Facilities Construction Fund	Institutional Construction Fund	Institutions Construction Fund	New Jersey Bridge Rehabilitation and Improvement Fund
$ —	$ —	$ —	$ —
—	—	—	3,723,274
—	—	—	—
—	—	—	6,023,096
16,226,512	1,256,720	1,043,959	50,008,267
$16,226,512	$1,256,720	$1,043,959	$59,754,637
$ 297,928	$ 5,995	$ 9,931	$14,224,451
1,062,591	90,716	72,910	8,652,944
1,360,519	96,711	82,841	22,877,395
3,384,562	512,106	184,973	37,368,322
50,018,800	647,903	776,145	39,508,920
(38,537,369)	—	—	(40,000,000)
14,865,993	1,160,009	961,118	36,877,242
$16,226,512	$1,256,720	$1,043,959	$59,754,637

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Public Buildings Construction Fund	Public Purpose Buildings Construction Fund	Special Transportation Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 1,092	$ 313,916	$ —
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	38,558,440
Departmental accounts	—	—	21,500,351
Other	—	—	—
OTHER ASSETS			
Due from other funds	248,889	26,152,003	—
Total Assets	$249,981	$26,465,919	$60,058,791
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 3,721	$ 1,125,413	$38,387,482
Due to other funds	17,577	2,012,002	21,671,309
Total Liabilities	21,298	3,137,415	60,058,791
FUND BALANCES			
Reserved for:			
Encumbrances	113,763	15,269,714	—
Unreserved:			
Designated for continuing appropriations	114,920	12,564,937	—
Undesignated	—	(4,506,147)	—
Total Fund Balances	228,683	23,328,504	—
Total Liabilities and Fund Balances	$249,981	$26,465,919	$60,058,791

State Facilities For Handicapped Fund	State Transportation Fund	Transportation Rehabilitation and Improvement Fund	Total Capital Projects Funds
$ 385	$ 2,182	$ —	$ 383,673
—	—	5,952,792	48,234,506
—	—	—	21,500,351
—	—	1,232,814	7,255,910
2,978,483	6,532,351	60,024,050	195,175,151
$2,978,868	$6,534,533	$67,209,656	$272,549,591
$ 3,054	$ 182,296	$ 3,920,059	$ 59,266,461
—	3,268,885	33,523,161	72,114,217
3,054	3,451,181	37,443,220	131,380,678
170,847	1,061,902	33,890,584	100,443,067
2,804,967	2,021,450	15,875,852	148,085,831
—	—	(20,000,000)	(107,359,985)
2,975,814	3,083,352	29,766,436	141,168,913
$2,978,868	$6,534,533	$67,209,656	$272,549,591

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Correctional Facilities Construction Fund	Energy Conservation Fund	Higher Education Buildings Construction Fund
REVENUES			
Federal and other grants	$ —	$ —	$ —
Services and assessments	—	—	—
Investment earnings	1,111,622	404,438	54,898
Other	117,425	—	—
Total Revenues	1,229,047	404,438	54,898
OTHER INCREASES			
Proceeds from sale of bonds	25,000,000	3,000,000	—
Other	—	18,697	—
Total Other Increases	25,000,000	3,018,697	—
Total Revenues and Other Increases	26,229,047	3,423,135	54,898
EXPENDITURES			
Public safety and criminal justice	24,298,166	—	—
Educational, cultural and intellectual development	—	—	152,270
Community development and environmental management	—	2,911,719	—
Transportation programs	—	—	—
Total Expenditures	24,298,166	2,911,719	152,270
OTHER DECREASES			
Transfers to other funds	1,229,047	423,135	54,898
Other	—	1,051	—
Total Other Decreases	1,229,047	424,186	54,898
Total Expenditures and Other Decreases	25,527,213	3,335,905	207,168
Net Increase (Decrease) in Fund Balances for the Year	701,834	87,230	(152,270)
FUND BALANCES—JULY 1, 1986	19,114,808	7,232,722	937,438
FUND BALANCES—JUNE 30, 1987	$19,816,642	$7,319,952	$785,168

Human Services Facilities Construction Fund	Institutional Construction Fund	Institutions Construction Fund	New Jersey Bridge Rehabilitation And Improvement Fund
$ —	$ —	$ —	$ 36,492,279
—	—	—	—
1,062,591	86,585	70,156	855,019
—	—	—	359,514
1,062,591	86,585	70,156	37,706,812
—	—	—	70,000,000
—	—	—	—
—	—	—	70,000,000
1,062,591	86,585	70,156	107,706,812
—	—	—	—
—	—	—	—
2,298,462	281,869	208,164	—
—	—	—	75,051,934
2,298,462	281,869	208,164	75,051,934
1,062,591	86,585	70,156	1,214,533
—	—	—	—
1,062,591	86,585	70,156	1,214,533
3,361,053	368,454	278,320	76,266,467
(2,298,462)	(281,869)	(208,164)	31,440,345
17,164,455	1,441,878	1,169,282	5,436,897
$14,865,993	$1,160,009	$ 961,118	$ 36,877,242

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Public Buildings Construction Fund	Public Purpose Buildings Construction Fund	Special Transportation Fund
REVENUES			
Federal and other grants	$ —	$ —	$243,691,944
Services and assessments	—	—	209,032,000
Investment earnings	17,577	2,002,364	—
Other	—	—	—
Total Revenues	17,577	2,002,364	452,723,944
OTHER INCREASES			
Proceeds from sale of bonds	—	—	—
Other	—	—	—
Total Other Increases	—	—	—
Total Revenues and Other Increases	17,577	2,002,364	452,723,944
EXPENDITURES			
Public safety and criminal justice	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	70,294	13,144,455	—
Transportation programs	—	—	452,723,944
Total Expenditures	70,294	13,144,455	452,723,944
OTHER DECREASES			
Transfers to other funds	17,577	2,002,364	—
Other	—	—	—
Total Other Decreases	17,577	2,002,364	—
Total Expenditures and Other Decreases	87,871	15,146,819	452,723,944
Net Increase (Decrease) in Fund Balances for the Year	(70,294)	(13,144,455)	—
FUND BALANCES—JULY 1, 1986	298,977	36,472,959	—
FUND BALANCES—JUNE 30, 1987	$228,683	$23,328,504	$ —

State Facilities For Handicapped Fund	State Transportation Fund	Transportation Rehabilitation And Improvement Fund	Total Capital Projects Funds
$ —	$1,441,105	$27,620,483	$309,245,811
—	—	—	209,032,000
188,549	530,885	3,608,832	9,993,516
—	—	130,207	607,146
188,549	1,971,990	31,359,522	528,878,473
—	—	25,500,000	123,500,000
—	—	—	18,697
—	—	25,500,000	123,518,697
188,549	1,971,990	56,859,522	652,397,170
—	—	—	24,298,166
569,466	—	—	721,736
—	—	—	18,914,963
—	3,650,526	57,694,201	589,120,605
569,466	3,650,526	57,694,201	633,055,470
—	530,885	3,739,038	10,430,809
—	—	—	1,051
—	530,885	3,739,038	10,431,860
569,466	4,181,411	61,433,239	643,487,330
(380,917)	(2,209,421)	(4,573,717)	8,909,840
3,356,731	5,292,773	34,340,153	132,259,073
$2,975,814	$3,083,352	$29,766,436	$141,168,913

STATE OF NEW JERSEY
CAPITAL PROJECTS FUNDS
DESCRIPTION OF FUNDS

Correctional Facilities Construction Fund (P.L. 1982, c.120)

An amount of $170,000,000 was authorized for construction of new medium security prisons, a program of county assistance and renovations and modifications to existing state facilities.

Energy Conservation Fund (P.L. 1980, c.68)

An amount of $50,000,000 was authorized, of which $3,000,000 is for energy audits and $47,000,000 is for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

Higher Education Buildings Construction Fund (P.L. 1971, c.164)

An amount of $155,000,000 was authorized for the acquisition, construction, reconstruction, development, improvement, and equipment for state institutions of higher education and for county colleges.

Human Services Facilities Construction Fund (P.L. 1984, c.157)

An amount of $60,000,000 was authorized for the planning, construction, reconstruction development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

Institutional Construction Fund (P.L. 1978, c.79)

An amount of $100,000,000 was authorized to construct or rehabilitate facilities for the mentally retarded in concert with the federal program for Intermediate Care Facilities/Mentally Retarded (ICF/MR) and the construction or rehabilitation of mental health and correctional facilities. In addition, funds were used for a library for the blind and handicapped and a forensic laboratory for the State Medical Examiner.

Institutions Construction Fund (P.L. 1976, c.93)

An amount of $80,000,000 was authorized to provide safe and humane facilities at institutions for the mentally ill, mentally retarded, and incarcerated through construction of new facilities or rehabilitation and improvement of existing facilities.

New Jersey Bridge Rehabilitation And Improvement Fund (P.L. 1983, c.363)

An amount of $135,000,000 was authorized for the purpose of rehabilitating and improving bridges in the State's rail and road system. Of this sum, $97,500,000 was reserved for the cost of rehabilitation and improvement of bridges carrying state highways, and $37,500,000 was reserved for the state share of the cost of rehabilitation and improvement of bridges carrying county and municipal roads.

Public Buildings Construction Fund (P.L. 1968, c.128)

An amount of $337,500,000 was authorized for construction, reconstruction, development, extension, and equipping of public buildings for state institutions, higher education, including state and county colleges, vocational education, and for a statewide television and radio network.

Public Purpose Buildings Construction Fund (P.L. 1980, c.119)

An amount of $159,000,000 was authorized for construction of public purpose buildings, including $50,000,000 for facilities for the mentally retarded, $67,000,000 for correctional facilities, $7,000,000 for a veterans' long-term care facility, $3,500,000 for facilities for children in need of supervision, and $21,500,000 for facilities for the mentally ill.

$10,000,000 of the proceeds from the sale of bonds was authorized to be segregated and held aside for guarantees providing that the moneys shall be pledged as security for the obligation.

Special Transportation Fund (N.J.S.A. 27:1B-21)

This Fund was established in accordance with the provisions of the New Jersey Transportation Trust Fund Authority Act of 1984. The Fund accounts for the receipt of resources from the New Jersey Transportation Trust Fund Authority and related federal grant awards, and the expenditure of these funds for authorized public transportation projects. The funds can only be expended by the Department pursuant to appropriations or authorizations made by the Legislature for the purpose of the Transportation Trust Fund Authority Act.

State Facilities For Handicapped Fund (P.L. 1973, c.149)

An amount of $25,000,000 was authorized for expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

State Transportation Fund (P.L. 1968, c.126)

An amount of $640,000,000 was authorized to improve the state public transportation system. Of this amount, $200,000,000 was reserved for mass transportation facilities; the balance was reserved for the improvement of state highways.

Transportation Rehabilitation And Improvement Fund (P.L. 1979, c.165)

An amount of $475,000,000 was authorized to provide an improved transportation system for the State. Of this amount, $150,000,000 was reserved for the improvement of public transportation facilities; $80,000,000 was reserved for the improvement of county and municipal roads; and $245,000,000 was reserved for the improvement of state highways.

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TRUST AND AGENCY FUNDS

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1987

	Alternate Benefit Long-Term Disability Fund	Community Development Bond Fund	Dental Expense Program Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ 624	$ 378,892
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	525,000	—	166,779
OTHER ASSETS			
Due from other funds	256,090	4,861,567	9,302,342
Total Assets	$781,090	$4,862,191	$9,848,013
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$ —	$1,814,102
Deferred revenue	—	—	—
Due to other funds	—	487,823	—
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	—	487,823	1,814,102
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Undesignated	781,090	4,374,368	8,033,911
Total Fund Balances	781,090	4,374,368	8,033,911
Total Liabilities and Fund Balances	$781,090	$4,862,191	$9,848,013

EXPENDABLE TRUST FUNDS			
Emergency Services Fund	Fund For Support Of Free Public Schools	Health Benefits Program Fund	Higher Education Assistance Fund
$ 728	$ 20,707	$ 2,005,471	$ —
—	45,685,436	—	—
—	—	—	10,032,087
—	—	—	—
—	—	—	7,324,435
—	776,827	3,358,196	—
3,252,786	4,523,768	169,414,493	17,477,446
$3,253,514	$51,006,738	$174,778,160	$34,833,968
$ —	$ 5,319	$117,136,331	$ 3,473,093
—	—	7,710,176	—
—	3,903,672	—	2,518,693
—	—	—	—
—	128,953	—	1,498,206
—	—	—	—
—	4,037,944	124,846,507	7,489,992
—	—	—	646,586
—	—	—	—
—	18,722,176	—	7,324,435
3,253,514	28,246,618	49,931,653	19,372,955
3,253,514	46,968,794	49,931,653	27,343,976
$3,253,514	$51,006,738	$174,778,160	$34,833,968

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Motor Vehicle Liability Security Fund	Motor Vehicle Security Responsibility Fund	Mutual Workers' Compensation Security Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 409	$ 16,371	$ —
INVESTMENTS	373,613	—	4,135,627
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	617,199
Loans	—	—	—
Other	149,954	—	731,447
OTHER ASSETS			
Due from other funds	12,658,640	177,939	235,195
Total Assets	$13,182,616	$194,310	$5,719,468
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 25,237	$181,927	$ 476,868
Deferred revenue	—	—	—
Due to other funds	—	12,383	—
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	25,237	194,310	476,868
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	13,157,379	—	—
Unreserved:			
Undesignated	—	—	5,242,600
Total Fund Balances	13,157,379	—	5,242,600
Total Liabilities and Fund Balances	$13,182,616	$194,310	$5,719,468

EXPENDABLE TRUST FUNDS				
New Home Warranty Security Fund	NJ Federal-State Rural Rehabilitation Fund	New Jersey Insurance Development Fund	Prescription Drug Program Fund	Real Estate Guaranty Fund
$ —	$ —	$ 1,314	$ —	$ 1,530
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	15,000	—	—	—
—	—	13,000,000	4,850	—
31,314,273	565,856	69,261,298	4,073,825	1,088,311
$31,314,273	$580,856	$82,262,612	$4,078,675	$1,089,841
$ 140,106	$ 14,787	$ 3,532,362	$1,673,267	$ —
—	—	—	—	—
1,558,638	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
1,698,744	14,787	3,532,362	1,673,267	—
—	2,765	—	—	2,153
—	—	—	—	—
—	15,000	—	—	—
29,615,529	548,304	78,730,250	2,405,408	1,087,688
29,615,529	566,069	78,730,250	2,405,408	1,089,841
$31,314,273	$580,856	$82,262,612	$4,078,675	$1,089,841

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	State Disability Benefit Fund	Stock Workers' Compensation Security Fund	Unclaimed Bank Deposits Escheat Reserve Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 81,886	$ —	$ —
INVESTMENTS	53,431,538	19,111,492	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	35,735,285	2,508,483	—
Loans	—	—	—
Other	1,817,993	327,402	—
OTHER ASSETS			
Due from other funds	111,589,135	23,778,139	10,959,775
Total Assets	$202,655,837	$45,725,516	$10,959,775
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 16,818,964	$ 291,190	$ 10,947
Deferred revenue	—	—	—
Due to other funds	5,259,786	—	1,867,965
Advances from other funds	—	—	—
Other	911,949	—	—
Deferred compensation payable	—	—	—
Total Liabilities	22,990,699	291,190	1,878,912
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Undesignated	179,665,138	45,434,326	9,080,863
Total Fund Balances	179,665,138	45,434,326	9,080,863
Total Liabilities and Fund Balances	$202,655,837	$45,725,516	$10,959,775

EXPENDABLE TRUST FUNDS

Unclaimed Domestic Life Insurance Escheat Reserve Fund	Unclaimed Personal Property Trust Fund	Unemployment Compensation Fund	University of Medicine and Dentistry of New Jersey Self Insurance Reserve Fund	Unsatisfied Claim and Judgment Fund
$ 44,830	$ 16,185	$ 20,619,920	$ —	$ 612,597
—	—	—	5,922,243	9,586,206
—	—	1,541,701,259	—	—
—	—	62,032,384	—	—
—	—	—	—	—
—	—	8,136,927	2,628,704	4,044,528
2,263,804	20,819,288	—	4,403,206	97,683,891
$2,308,634	$20,835,473	$1,632,490,490	$12,954,153	$111,927,222
$ —	$ —	$ 53,151,519	$ 428,106	$ 139,879
—	—	—	—	—
834,157	11,652,556	10,732,437	—	990,171
—	—	—	—	—
—	—	434,094	—	—
—	—	—	—	—
834,157	11,652,556	64,318,050	428,106	1,130,050
—	—	—	—	—
—	—	—	—	—
—	—	—	—	3,866,635
1,474,477	9,182,917	1,568,172,440	12,526,047	106,930,537
1,474,477	9,182,917	1,568,172,440	12,526,047	110,797,172
$2,308,634	$20,835,473	$1,632,490,490	$12,954,153	$111,927,222

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Veterans' Guaranteed Loan Fund	Wage and Hour Trust Fund	Sub-Total Expendable Trust Funds
ASSETS			
CASH AND CASH EQUIVALENTS	$ 5,809	$148,169	$ 23,955,442
INVESTMENTS	—	626,073	138,872,228
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	1,551,733,346
Departmental accounts	—	166,799	101,060,150
Loans	—	—	7,339,435
Other	—	—	35,668,607
OTHER ASSETS			
Due from other funds	5,443	—	599,966,510
Total Assets	$11,252	$941,041	$2,458,595,718
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ —	$829,523	$ 200,143,527
Deferred revenue	—	—	7,710,176
Due to other funds	—	—	39,818,281
Advances from other funds	—	—	—
Other	—	—	2,973,202
Deferred compensation payable	—	—	—
Total Liabilities	—	829,523	250,645,186
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	651,504
Pension benefits	—	—	—
Other	—	—	43,085,625
Unreserved:			
Undesignated	11,252	111,518	2,164,213,403
Total Fund Balances	11,252	111,518	2,207,950,532
Total Liabilities and Fund Balances	$11,252	$941,041	$2,458,595,718

PENSION TRUST FUNDS			
Central Pension Fund	Consolidated Police & Firemen's Pension Fund	Judicial Retirement System	Pclice & Firemen's Retirement System
$ —	$ 66,358	$ 36,796	$ —
—	91,320,305	1,768,283	624,179,744
—	—	—	—
—	—	—	—
—	—	28,592	98,277,940
—	1,487,487	165,257	165,940,056
34,513	12,547,933	54,263,435	2,508,061,628
$34,513	$105,422,083	$56,262,363	$3,396,459,368
$34,513	$ 3,113,856	$ 848,253	$ 14,458,196
—	—	—	—
—	—	—	1,785,033
—	—	—	—
—	—	—	—
—	—	—	—
34,513	3,113,856	848,253	16,243,229
—	—	—	—
—	102,308,227	55,414,110	3,380,216,139
—	—	—	—
—	—	—	—
—	102,308,227	55,414,110	3,380,216,139
$34,513	$105,422,083	$56,262,363	$3,396,459,368

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	PENSION TRUST		
	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
ASSETS			
CASH AND CASH EQUIVALENTS	$ 160,104	$ 9,799,771	$ 21,388
INVESTMENTS	—	896,894,690	37,414,965
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	99,594,006	8,469,521
Other	34,587	152,643,739	544,917
OTHER ASSETS			
Due from other funds	1,033,751	4,702,091,129	300,198,448
Total Assets	$1,228,442	$5,861,023,335	$346,649,239
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 316,428	$ 28,950,773	$ 1,475,895
Deferred revenue	—	—	—
Due to other funds	—	8,826,782	—
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	316,428	37,777,555	1,475,895
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	912,014	5,787,449,773	345,173,344
Other	—	35,796,007	—
Unreserved:			
Undesignated	—	—	—
Total Fund Balances	912,014	5,823,245,780	345,173,344
Total Liabilities and Fund Balances	$1,228,442	$5,861,023,335	$346,649,239

FUNDS			NON-EXPENDABLE TRUST FUNDS
Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Sub-Total Pension Trust Funds	State of New Jersey-Tischler Memorial Fund
$ —	$ —	$ 10,084,417	$ 1,263
143,590,406	1,234,309,026	3,029,477,419	345,278
—	—	—	—
—	—	—	—
—	115,183,148	321,553,207	—
667,182	61,514,845	382,998,070	9,236
4,372,766	5,410,850,641	12,993,454,244	60,296
$148,630,354	$6,821,857,660	$16,737,567,357	$416,073
$ 1,315,835	$ 34,296,619	$ 84,810,368	$ —
—	—	—	—
—	—	10,611,815	—
—	—	—	—
—	—	—	—
—	—	—	—
1,315,835	34,296,619	95,422,183	—
—	—	—	—
147,314,519	6,741,442,211	16,560,230,337	—
—	46,118,830	81,914,837	416,073
—	—	—	—
147,314,519	6,787,561,041	16,642,145,174	416,073
$148,630,354	$6,821,857,660	$16,737,567,357	$416,073

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Alternate Benefit Program Fund	Common Pension Fund "A"	Common Pension Fund "B"
ASSETS			
CASH AND CASH EQUIVALENTS	$2,296,584	$ 312,377	$ 5,872
INVESTMENTS	—	6,186,513,856	6,020,974,245
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	241,648	21,836,094	149,303,223
OTHER ASSETS			
Due from other funds	1,620,885	65,200,558	52,688,744
Total Assets	$4,159,117	$6,273,862,885	$6,222,972,084
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$4,159,117	$ 509,457	$ —
Deferred revenue	—	—	—
Due to other funds	—	6,273,353,428	6,222,972,084
Advances from other funds	—	—	—
Other	—	—	—
Deferred compensation payable	—	—	—
Total Liabilities	4,159,117	6,273,862,885	6,222,972,084
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Undesignated	—	—	—
Total Fund Balances	—	—	—
Total Liabilities and Fund Balances	$4,159,117	$6,273,862,885	$6,222,972,084

AGENCY FUNDS			
General Trust Fund	Luxury Tax Development Fund	Luxury Tax Fund	New Jersey State Employees' Deferred Compensation Plan
$ 2,059	$ 103,141	$ 17,599	$ 14,680
—	—	—	34,492,392
—	—	—	—
—	—	1,430,310	—
—	—	10,840,015	—
—	—	—	1,420,440
15,615	11,510,777	2,173,739	30,262,528
$17,674	$11,613,918	$14,461,663	$66,190,040
$16,759	$11,613,918	$14,461,663	$ 466,344
—	—	—	—
915	—	—	57,096
—	—	—	799,187
—	—	—	—
—	—	—	64,867,413
17,674	11,613,918	14,461,663	66,190,040
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
$17,674	$11,613,918	$14,461,663	$66,190,040

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	Outstanding Checks Account	Pension Adjustment Fund	Resource Recovery Investment Tax Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ —	$ 9,771,134	$ 1,245
INVESTMENTS	—	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	385
Loans	—	—	—
Other	1,218	1,750,128	—
OTHER ASSETS			
Due from other funds	9,328,077	38,890,901	29,902,494
Total Assets	$9,329,295	$50,412,163	$29,904,124
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$8,861,517	$ —	$29,904,124
Deferred revenue	—	—	—
Due to other funds	467,778	17,631,650	—
Advances from other funds	—	—	—
Other	—	32,780,513	—
Deferred compensation payable	—	—	—
Total Liabilities	9,329,295	50,412,163	29,904,124
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Undesignated	—	—	—
Total Fund Balances	—	—	—
Total Liabilities and Fund Balances	$9,329,295	$50,412,163	$29,904,124

AGENCY FUNDS			
Rutgers Medical School—Restricted Fund	School Building Aid Capital Reserve Fund	Solid Waste Service Tax Fund	State Lottery Agency Fund
$ 1,697	$ 25,574	$ 34,565	$ —
1,043,255	—	—	273,703,075
—	—	—	—
—	—	375	—
—	—	—	—
32,951	—	—	—
7,913,809	838,516	11,642,923	—
$8,991,712	$864,090	$11,677,863	$273,703,075
$8,991,712	$864,090	$11,677,863	$273,703,075
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
8,991,712	864,090	11,677,863	273,703,075
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
—	—	—	—
$8,991,712	$864,090	$11,677,863	$273,703,075

STATE OF NEW JERSEY
ALL TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	AGENCY		
	State of New Jersey Cash Management Fund	University Of Medicine and Dentistry of New Jersey Construction Grant Fund	University Of Medicine and Dentistry of New Jersey Endowment Fund
ASSETS			
CASH AND CASH EQUIVALENTS	$ 26,359,701	$ 4,360	$ 3,664
INVESTMENTS	4,793,089,051	—	102,353
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Federal government	—	—	—
Departmental accounts	—	—	—
Loans	—	—	—
Other	14,315,121	—	5,171
OTHER ASSETS			
Due from other funds	—	10,639,171	251,575
Total Assets	$4,833,763,873	$10,643,531	$362,763
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 26,384,666	$10,643,531	$362,763
Deferred revenue	—	—	—
Due to other funds	3,805,667,319	—	—
Advances from other funds	—	—	—
Other	1,001,711,888	—	—
Deferred compensation payable	—	—	—
Total Liabilities	4,833,763,873	10,643,531	362,763
FUND BALANCES			
Reserved for:			
Encumbrances	—	—	—
Pension benefits	—	—	—
Other	—	—	—
Unreserved:			
Undesignated	—	—	—
Total Fund Balances	—	—	—
Total Liabilities and Fund Balances	$4,833,763,873	$10,643,531	$362,763

FUNDS				
University Of Medicine and Dentistry of New Jersey Endowment Fund "B"	University Of Medicine and Dentistry of New Jersey Grant Fund	University Of Medicine and Dentistry of New Jersey Grant Fund "B"	Sub-Total Agency Funds	Total Trust and Agency Funds
$ 8,146	$ 14,079	$ 2,991	$ 38,979,468	$ 73,020,590
4,261,907	296,530	—	17,314,476,664	20,483,171,589
—	—	—	—	1,551,733,346
—	—	—	1,431,070	102,491,220
—	—	—	10,840,015	339,732,657
62,241	3,788	—	188,972,023	607,647,936
1,660,908	65,481	4,010,313	278,617,014	13,872,098,064
$5,993,202	$379,878	$4,013,304	$17,833,316,254	$37,029,895,402
$5,993,202	$379,878	$4,013,304	$ 413,006,983	$ 697,960,878
—	—	—	—	7,710,176
—	—	—	16,320,150,270	16,370,580,366
—	—	—	799,187	799,187
—	—	—	1,034,492,401	1,037,465,603
—	—	—	64,867,413	64,867,413
5,993,202	379,878	4,013,304	17,833,316,254	18,179,383,623
—	—	—	—	651,504
—	—	—	—	16,560,230,337
—	—	—	—	125,416,535
—	—	—	—	2,164,213,403
—	—	—	—	18,850,511,779
$5,993,202	$379,878	$4,013,304	$17,833,316,254	$37,029,895,402

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Alternate Benefit Long-Term Disability Fund	Community Development Bond Fund	Dental Expense Program Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	—
Investment earnings	3,450	447,447	443,579
Contributions	252,640	—	7,962,062
Other	—	34,030	—
Total Revenues	256,090	481,477	8,405,641
OTHER INCREASES			
Transfers from other funds	—	—	8,550,399
Proceeds from sale of bonds	—	7,000,000	—
Other	525,000	—	—
Total Other Increases	525,000	7,000,000	8,550,399
Total Revenues and Other Increases	781,090	7,481,477	16,956,040
EXPENDITURES			
Public safety and criminal justice	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	6,346	—
Economic planning, development and security	—	—	—
Government direction, management and control	—	—	16,509,386
Total Expenditures	—	6,346	16,509,386
OTHER DECREASES			
Transfers to other funds	—	10,575,371	—
Other	—	3,630	—
Total Other Decreases	—	10,579,001	—
Total Expenditures and Other Decreases	—	10,585,347	16,509,386
Net Increases (Decreases) in Fund Balances for the Year	781,090	(3,103,870)	446,654
FUND BALANCES—JULY 1, 1986	—	7,478,238	7,587,257
FUND BALANCES—JUNE 30, 1987	$781,090	$ 4,374,368	$ 8,033,911

Emergency Services Fund	Fund For Support Of Free Public Schools	Health Benefits Program Fund	Higher Education Assistance Fund
$ —	$ —	$ —	$ —
—	2,434,424	—	29,412,162
—	601,615	—	1,985,282
—	—	—	—
189,635	3,903,672	9,741,700	827,444
—	—	244,657,446	—
—	737,227	—	3,793,718
189,635	7,676,938	254,399,146	36,018,606
—	—	139,246,844	1,110,101
—	—	—	—
—	—	—	—
—	—	139,246,844	1,110,101
189,635	7,676,938	393,645,990	37,128,707
—	—	—	—
—	—	—	28,436,101
22,197	—	—	—
—	—	—	—
—	—	425,876,935	—
22,197	—	425,876,935	28,436,101
—	6,013,615	—	5,016,600
—	—	—	1,199,090
—	6,013,615	—	6,215,690
22,197	6,013,615	425,876,935	34,651,791
167,438	1,663,323	(32,230,945)	2,476,916
3,086,076	45,305,471	82,162,598	24,867,060
$3,253,514	$46,968,794	$ 49,931,653	$27,343,976

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Motor Vehicle Liability Security Fund	Motor/Vehicle Security Responsibility Fund	Mutual Workers' Compensation Security Fund
REVENUES			
Taxes	$ —	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	—	617,199
Investment earnings	757,288	12,383	481,181
Contributions	—	—	—
Other	—	—	—
Total Revenues	757,288	12,383	1,098,380
OTHER INCREASES			
Transfers from other funds	—	—	—
Proceeds from sale of bonds	—	—	—
Other	—	—	669,340
Total Other Increases	—	—	669,340
Total Revenues and Other Increases	757,288	12,383	1,767,720
EXPENDITURES			
Public safety and criminal justice	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	—	—
Economic planning, development and security	—	—	866,217
Government direction, management and control	—	—	—
Total Expenditures	—	—	866,217
OTHER DECREASES			
Transfers to other funds	—	12,383	—
Other	—	—	669,340
Total Other Decreases	—	12,383	669,340
Total Expenditures and Other Decreases	—	12,383	1,535,557
Net Increases (Decreases) in Fund Balances for the Year	757,288	—	232,163
FUND BALANCES—JULY 1, 1986	12,400,091	—	5,010,437
FUND BALANCES—JUNE 30, 1987	$13,157,379	$ —	$5,242,600

New Home Warranty Security Fund	NJ Federal-State Rural Rehabilitation Fund	New Jersey Insurance Development Fund	Prescription Drug Program Fund	Real Estate Guaranty Fund
$ —	$ —	$ —	$ —	$ —
—	—	—	—	—
867,025	—	—	—	—
8,080,968	—	27,499,998	—	136,018
1,586,849	33,337	3,463,894	166,964	58,903
—	—	—	6,444	—
180,754	680	—	—	—
10,715,596	34,017	30,963,892	173,408	194,921
—	—	—	15,828,430	—
—	—	—	—	—
—	—	—	—	—
—	—	—	15,828,430	—
10,715,596	34,017	30,963,892	16,001,838	194,921
—	—	2,404,188	—	—
—	—	—	—	—
—	29,141	—	—	—
600,210	—	—	—	103,429
—	—	—	15,083,919	—
600,210	29,141	2,404,188	15,083,919	103,429
1,558,638	—	—	—	—
—	—	—	—	—
1,558,638	—	—	—	—
2,158,848	29,141	2,404,188	15,083,919	103,429
8,556,748	4,876	28,559,704	917,919	91,492
21,058,781	561,193	50,170,546	1,487,489	998,349
$29,615,529	$566,069	$78,730,250	$ 2,405,408	$1,089,841

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	State Disability Benefit Fund	Stock Workers' Compensation Security Fund	Unclaimed Bank Deposits Escheat Reserve Fund
REVENUES			
Taxes	$242,083,743	$ —	$ —
Federal and other grants	—	—	—
Licenses and fees	—	—	—
Services and assessments	—	2,508,483	—
Investment earnings	9,646,515	3,425,516	561,496
Contributions	—	—	—
Other	—	—	2,490,620
Total Revenues	251,730,258	5,933,999	3,052,116
OTHER INCREASES			
Transfers from other funds	—	—	—
Proceeds from sale of bonds	—	—	—
Other	—	3,102	—
Total Other Increases	—	3,102	—
Total Revenues and Other Increases	251,730,258	5,937,101	3,052,116
EXPENDITURES			
Public safety and criminal justice	—	—	—
Educational, cultural and intellectual development	—	—	—
Community development and environmental management	—	—	—
Economic planning, development and security	215,872,585	2,657,384	—
Government direction, management and control	—	—	347,674
Total Expenditures	215,872,585	2,657,384	347,674
OTHER DECREASES			
Transfers to other funds	17,364,311	—	1,867,965
Other	14,000	—	—
Total Other Decreases	17,378,311	—	1,867,965
Total Expenditures and Other Decreases	233,250,896	2,657,384	2,215,639
Net Increases (Decreases) in Fund Balances for the Year	18,479,362	3,279,717	836,477
FUND BALANCES—JULY 1, 1986	161,185,776	42,154,609	8,244,386
FUND BALANCES—JUNE 30, 1987	$179,665,138	$45,434,326	$9,080,863

Unclaimed Domestic Life Insurance Escheat Reserve Fund	Unclaimed Personal Property Trust Fund	Unemployment Compensation Fund	University Of Medicine And Dentistry Of New Jersey Self Insurance Reserve Fund	Unsatisfied Claim And Judgment Fund
$ —	$ —	$1,019,485,802	$ —	$ —
—	—	10,105,457	5,645,586	—
—	—	—	—	3,655
—	—	—	—	54,564,390
116,304	875,612	117,793,353	1,037,603	5,676,738
—	—	—	—	—
957,137	14,243,115	761,403	—	421,304
1,073,441	15,118,727	1,148,146,015	6,683,189	60,666,087
—	—	—	—	417,645
—	—	—	—	—
—	—	—	—	—
—	—	—	—	417,645
1,073,441	15,118,727	1,148,146,015	6,683,189	61,083,732
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	622,693,757	5,455,337	42,353,686
28,172	2,889,746	—	—	—
28,172	2,889,746	622,693,757	5,455,337	42,353,686
834,157	11,652,556	—	—	990,171
—	696,039	6,927,011	—	2,500,000
834,157	12,348,595	6,927,011	—	3,490,171
862,329	15,238,341	629,620,768	5,455,337	45,843,857
211,112	(119,614)	518,525,247	1,227,852	15,239,875
1,263,365	9,302,531	1,049,647,193	11,298,195	95,557,297
$1,474,477	$ 9,182,917	$1,568,172,440	$12,526,047	$110,797,172

STATE OF NEW JERSEY
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Veterans' Guaranteed Loan Fund	Wage and Hour Trust Fund	Total Expendable Trust Funds
REVENUES			
Taxes	$ —	$ —	$1,261,569,545
Federal and other grants	—	—	47,597,629
Licenses and fees	—	—	3,457,577
Services and assessments	—	—	93,407,056
Investment earnings	314	30,665	161,281,842
Contributions	—	—	252,878,592
Other	392	1,302,064	24,922,444
Total Revenues	706	1,332,729	1,845,114,685
OTHER INCREASES			
Transfers from other funds	—	—	165,153,419
Proceeds from sale of bonds	—	—	7,000,000
Other	—	—	1,197,442
Total Other Increases	—	—	173,350,861
Total Revenues and Other Increases	706	1,332,729	2,018,465,546
EXPENDITURES			
Public safety and criminal justice	—	—	2,404,188
Educational, cultural and intellectual development	—	—	28,436,101
Community development and environmental management	—	—	57,684
Economic planning, development and security	—	—	890,602,605
Government direction, management and control	—	1,302,064	462,037,896
Total Expenditures	—	1,302,064	1,383,538,474
OTHER DECREASES			
Transfers to other funds	—	—	55,885,767
Other	—	—	12,009,110
Total Other Decreases	—	—	67,894,877
Total Expenditures and Other Decreases	—	1,302,064	1,451,433,351
Net Increases (Decreases) in Fund Balances for the Year	706	30,665	567,032,195
FUND BALANCES—JULY 1, 1986	10,546	80,853	1,640,918,337
FUND BALANCES—JUNE 30, 1987	$11,252	$ 111,518	$2,207,950,532

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STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Central Pension Fund	Consolidated Police & Firemen's Pension Fund	Judicial Retirement System
REVENUES			
Contributions	$415,222	$ 21,221,790	$10,390,712
Investment income	—	8,208,540	6,670,862
Other	—	214,030	—
Total Revenues	415,222	29,644,360	17,061,574
EXPENSES			
Benefit payments	415,222	35,904,419	8,565,121
Other	—	75,690	6,862
Total Expenses	415,222	35,980,109	8,571,983
Excess of Revenues Over Expenses	—	(6,335,749)	8,489,591
FUND BALANCES—Beginning of Year	—	108,643,976	46,924,519
FUND BALANCES—End of Year	$ —	$102,308,227	$55,414,110

Police & Firemen's Retirement System	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
$ 288,375,878	$3,681,509	$ 553,288,956	$ 32,663,861
336,752,053	45,406	622,060,529	37,502,946
65,885	10,552	388,534	18,186
625,193,816	3,737,467	1,175,738,019	70,184,993
151,318,349	3,596,317	295,210,940	17,463,315
10,454,320	1,953	87,532,942	113,476
161,772,669	3,598,270	382,743,882	17,576,791
463,421,147	139,197	792,994,137	52,608,202
2,916,794,992	772,817	5,030,251,643	292,565,142
$3,380,216,139	$ 912,014	$5,823,245,780	$345,173,344

STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Supplemental Annuity Collective Trust	Teachers' Pension and Annuity Fund	Total Pension Trust Funds
REVENUES			
Contributions	$ 4,974,500	$ 544,569,960	$ 1,459,582,388
Investment income	26,579,223	721,155,281	1,758,974,840
Other	—	460,477	1,157,664
Total Revenues	31,553,723	1,266,185,718	3,219,714,892
EXPENSES			
Benefit payments	14,223,262	334,789,301	861,486,246
Other	—	29,564,425	127,749,668
Total Expenses	14,223,262	364,353,726	989,235,914
Excess of Revenues Over Expenses	17,330,461	901,831,992	2,230,478,978
FUND BALANCES—Beginning of Year	129,984,058	5,885,729,049	14,411,666,196
FUND BALANCES—End of Year	$147,314,519	$6,787,561,041	$16,642,145,174

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STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Central Pension Fund	Consolidated Police & Firemen's Pension Fund	Judicial Retirement System
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess (deficit) of revenues over expenses	$ —	$(6,335,749)	$ 8,489,591
Expenses not requiring current outlay of financial resources:			
Accretion and amortization	—	92,459	(12,923)
Total Sources of Financial Resources from Operations	—	(6,243,290)	8,476,668
Decrease in investments	—	—	4,809,661
Increase in accounts payable and accrued expenses	272	46,170	185,916
Increase in due to other funds	—	(235,807)	(6,341)
Total Sources of Financial Resources	272	(6,432,927)	13,465,904
USES OF FINANCIAL RESOURCES			
Increase in investments	—	2,376,820	—
Increase in due from other funds	272	(8,561,156)	13,463,468
Increase in receivables	—	(419,320)	(13,636)
Decrease in accounts payable and accrued expenses	—	154,756	—
Total Uses of Financial Resources	272	(6,448,900)	13,449,832
Net Increase (Decrease) in Cash and Cash Equivalents	—	15,973	16,072
CASH AND CASH EQUIVALENTS Beginning of Year	—	50,385	20,724
CASH AND CASH EQUIVALENTS End of Year	$ —	$ 66,358	$ 36,796

Police & Firemen's Retirement System	Prison Officers' Pension Fund	Public Employees' Retirement System	State Police Retirement System
$463,421,147	$139,197	$792,994,137	$52,608,202
(1,491,380)	—	(2,901,543)	(96,320)
461,929,767	139,197	790,092,594	52,511,882
—	—	—	302,931
1,414,146	18,590	1,967,035	164,989
432,006	(10,997)	592,378	(17,968)
463,775,919	146,790	792,652,007	52,961,834
94,709,775	—	33,497,579	—
331,533,022	66,460	759,420,517	52,843,890
34,855,422	(17,417)	(14,243,314)	(119,803)
2,677,700	—	4,177,454	216,359
463,775,919	49,043	782,852,236	52,940,446
—	97,747	9,799,771	21,388
—	62,357	—	—
$ —	$160,104	$ 9,799,771	$ 21,388

STATE OF NEW JERSEY
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Supplemental Annuity Collective Trust	Teachers' Pension Annuity Fund	Total Pension Trust Funds
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess (deficit) of revenues over expenses	$17,330,461	$901,831,992	$2,230,478,978
Expenses not requiring current outlay of financial resources:			
Accretion and amortization	—	(3,229,916)	(7,639,623)
Total Sources of Financial Resources from Operations	17,330,461	898,602,076	2,222,839,355
Decrease in investments	—	—	5,112,592
Increase in accounts payable and accrued expenses	999,746	1,735,394	6,532,258
Increase in due to other funds	—	(769,815)	(16,544)
Total Sources of Financial Resources	18,330,207	899,567,655	2,234,467,661
USES OF FINANCIAL RESOURCES			
Increase in investments	15,682,856	76,373,976	222,641,006
Increase in due from other funds	2,495,120	821,216,284	1,972,477,877
Increase in receivables	182,884	(1,855,940)	18,368,876
Decrease in accounts payable and accrued expenses	—	3,833,335	11,059,604
Total Uses of Financial Resources	18,360,860	899,567,655	2,224,547,363
Net Increase (Decrease) in Cash and Cash Equivalents	(30,653)	—	9,920,298
CASH AND CASH EQUIVALENTS Beginning of Year	30,653	—	164,119
CASH AND CASH EQUIVALENTS End of Year	$ —	$ —	$ 10,084,417

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
ALTERNATE BENEFIT PROGRAM FUND				
Assets				
Cash	$ 1,887,875	$ 63,765,947	$ 63,357,238	$ 2,296,584
Receivables—Other	501,045	241,648	501,045	241,648
Due from other funds	2,874,214	64,023,736	65,277,065	1,620,885
Total Assets	$ 5,263,134	$ 128,031,331	$ 129,135,348	$ 4,159,117
Liabilities				
Accounts payable	$ 2,955,119	$ 79,205,076	$ 78,001,078	$ 4,159,117
Due to other funds	2,308,015	1,171,408	3,479,423	—
Total Liabilities	$ 5,263,134	$ 80,376,484	$ 81,480,501	$ 4,159,117
COMMON PENSION FUND "A"				
Assets				
Cash	$ —	$ 5,063,155,471	$5,062,843,094	$ 312,377
Investments	4,947,540,771	2,378,343,874	1,139,370,788	6,186,513,857
Receivables—Other	18,082,943	213,500,687	209,747,537	21,836,093
Due from other funds	140,494,192	2,503,776,737	2,579,070,371	65,200,558
Total Assets	$5,106,117,906	$10,158,776,769	$8,991,031,790	$6,273,862,885
Liabilities				
Accounts payable	$ —	$ 509,457	$ —	$ 509,457
Due to other funds	5,098,160,418	1,395,976,642	220,783,632	6,273,353,428
Other	7,957,488	—	7,957,488	—
Total Liabilities	$5,106,117,906	$ 1,396,486,099	$ 228,741,120	$6,273,862,885
COMMON PENSION FUND "B"				
Assets				
Cash	$ 4,817	$ 3,414,931,819	$3,414,930,764	$ 5,872
Investments	5,215,626,599	1,470,241,365	664,893,719	6,020,974,245
Receivables—Other	144,026,226	583,825,172	578,548,175	149,303,223
Due from other funds	100,824,971	1,411,434,322	1,459,570,549	52,688,744
Total Assets	$5,460,482,613	$ 6,880,432,678	$6,117,943,207	$6,222,972,084
Liabilities				
Due to other funds	$5,460,482,613	$ 1,339,778,119	$ 577,288,648	$6,222,972,084
Total Liabilities	$5,460,482,613	$ 1,339,778,119	$ 577,288,648	$6,222,972,084

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
DISABILITY BENEFIT LIABILITY FUND				
Assets				
Cash	$ 127,140	$15,849,685	$15,976,825	$ —
Receivables—Other	275,773	76,029	351,802	—
Due from other funds	2,383,360	7,430,176	9,813,536	—
Total Assets	$ 2,786,273	$23,355,890	$26,142,163	$ —
Liabilities				
Accounts payable	$ 36,647	$ —	$ 36,647	$ —
Due to other funds	2,749,626	5,942,067	8,691,693	—
Total Liabilities	$ 2,786,273	$ 5,942,067	$ 8,728,340	$ —
GENERAL TRUST FUND				
Assets				
Cash	$ 59	$ 2,427	$ 427	$ 2,059
Due from other funds	15,127	915	427	15,615
Total Assets	$ 15,186	$ 3,342	$ 854	$ 17,674
Liabilities				
Accounts payable	$ 14,759	$ 2,000	$ —	$ 16,759
Due to other funds	427	915	427	915
Total Liabilities	$ 15,186	$ 2,915	$ 427	$ 17,674
LUXURY TAX DEVELOPMENT FUND				
Assets				
Cash	$ —	$12,557,914	$12,454,773	$ 103,141
Due from other funds	14,722,936	5,527,166	8,739,325	11,510,777
Total Assets	$14,722,936	$18,085,080	$21,194,098	$11,613,918
Liabilities				
Accounts payable	$14,722,936	$ 4,635,232	$ 7,744,250	$11,613,918
Total Liabilities	$14,722,936	$ 4,635,232	$ 7,744,250	$11,613,918

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
LUXURY TAX FUND				
Assets				
Cash	$ 12,287	$30,091,527	$30,086,215	$ 17,599
Receivables—Other	12,637,518	1,430,310	1,797,503	12,270,325
Due from other funds	1,449,697	12,988,549	12,264,507	2,173,739
Total Assets	$14,099,502	$44,510,386	$44,148,225	$14,461,663
Liabilities				
Accounts payable	$13,980,700	$17,962,932	$17,481,969	$14,461,663
Due to other funds	118,802	—	118,802	—
Total Liabilities	$14,099,502	$17,962,932	$17,600,771	$14,461,663
NEW JERSEY STATE EMPLOYEES' DEFERRED COMPENSATION PLAN				
Assets				
Cash	$ 26,909	$16,889,304	$16,901,533	$ 14,680
Investments	19,722,606	18,764,363	3,994,577	34,492,392
Receivables—Other	1,335,597	17,690,885	17,606,042	1,420,440
Due from other funds	26,255,582	17,876,255	13,869,309	30,262,528
Total Assets	$47,340,694	$71,220,807	$52,371,461	$66,190,040
Liabilities				
Accounts payable	$ 452,970	$ 2,628,092	$ 2,614,718	$ 466,344
Due to other funds	—	57,096	—	57,096
Advances from other funds	856,283	—	57,096	799,187
Deferred compensation payable	46,031,441	21,454,146	2,618,174	64,867,413
Total Liabilities	$47,340,694	$24,139,334	$ 5,289,988	$66,190,040
OUTSTANDING CHECKS ACCOUNT				
Assets				
Cash	$ —	$ 4,934,326	$ 4,934,326	$ —
Receivables—Other	—	1,218	—	1,218
Due from other funds	6,724,545	3,982,778	1,379,246	9,328,077
Total Assets	$ 6,724,545	$ 8,918,322	$ 6,313,572	$ 9,329,295
Liabilities				
Accounts payable	$ 6,187,299	$ 3,556,299	$ 882,081	$ 8,861,517
Due to other funds	537,246	467,778	537,246	467,778
Total Liabilities	$ 6,724,545	$ 4,024,077	$ 1,419,327	$ 9,329,295

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
PENSION ADJUSTMENT FUND				
Assets				
Cash	$ 9,073,843	$181,982,512	$181,285,221	$ 9,771,134
Receivable—Other	1,013,860	74,592,671	73,856,403	1,750,128
Due from other funds	40,490,106	297,046,858	298,646,063	38,890,901
Total Assets	$50,577,809	$553,622,041	$553,787,687	$50,412,163
Liabilities				
Due to other funds	$16,019,426	$182,786,381	$181,174,157	$17,631,650
Other	34,558,383	193,838,032	195,615,902	32,780,513
Total Liabilities	$50,577,809	$376,624,413	$376,790,059	$50,412,163
RESOURCE RECOVERY INVESTMENT TAX FUND				
Assets				
Cash	$ 50,148	$ 43,288,330	$ 43,337,233	$ 1,245
Receivable—Other	—	385	—	385
Due from other funds	19,260,844	26,906,231	16,264,581	29,902,494
Total Assets	$19,310,992	$ 70,194,946	$ 59,601,814	$29,904,124
Liabilities				
Accounts payable	$19,310,992	$ 28,573,783	$ 17,980,651	$29,904,124
Due to other funds	—	1,549,650	1,549,650	--
Total Liabilities	$19,310,992	$ 30,123,433	$ 19,530,301	$29,904,124
RUTGERS MEDICAL SCHOOL—RESTRICTED FUND				
Assets				
Cash	$ —	$ 2,688,254	$ 2,686,557	$ 1,697
Investments	1,007,624	536,105	500,474	1,043,255
Receivables—Other	29,882	106,510	103,441	32,951
Due from other funds	7,657,063	1,944,620	1,687,874	7,913,809
Total Assets	$ 8,694,569	$ 5,275,489	$ 4,978,346	$ 8,991,712
Liabilities				
Accounts payable	$ 8,694,569	$ 1,002,832	$ 705,689	$ 8,991,712
Total Liabilities	$ 8,694,569	$ 1,002,832	$ 705,689	$ 8,991,712

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
SCHOOL BUILDING AID CAPITAL RESERVE FUND				
Assets				
Cash	$ 83	$ 837,753	$ 812,262	$ 25,574
Due from other funds	1,471,546	204,722	837,752	838,516
Total Assets	$ 1,471,629	$ 1,042,475	$ 1,650,014	$ 864,090
Liabilities				
Accounts payable	$ 1,471,629	$ 88,970	$ 696,509	$ 864,090
Total Liabilities	$ 1,471,629	$ 88,970	$ 696,509	$ 864,090
SOLID WASTE SERVICE TAX FUND				
Assets				
Cash	$ 15,360	$ 5,743,740	$ 5,724,535	$ 34,565
Receivables—Other	—	375	—	375
Due from other funds	5,657,821	6,217,923	232,821	11,642,923
Total Assets	$ 5,673,181	$ 11,962,038	$ 5,957,356	$ 11,677,863
Liabilities				
Accounts payable	$ 5,673,181	$ 6,017,396	$ 12,714	$ 11,677,863
Due to other funds	—	506,102	506,102	—
Total Liabilities	$ 5,673,181	$ 6,523,498	$ 518,816	$ 11,677,863
STATE LOTTERY AGENCY FUND				
Assets				
Investments	$199,992,209	$101,326,422	$27,615,556	$273,703,075
Total Assets	$199,992,209	$101,326,422	$27,615,556	$273,703,075
Liabilities				
Accounts payable	$199,992,209	$101,326,422	$27,615,556	$273,703,075
Total Liabilities	$199,992,209	$101,326,422	$27,615,556	$273,703,075

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
STATE OF NEW JERSEY CASH MANAGEMENT FUND				
Assets				
Cash	$ 19,065,000	$ 75,906,371,658	$ 75,899,076,957	$ 26,359,701
Investments	4,420,240,612	58,724,069,864	58,351,221,425	4,793,089,051
Receivables—Other	29,973,871	293,877,015	309,535,765	14,315,121
Total Assets	$4,469,279,483	$134,924,318,537	$134,559,834,147	$4,833,763,873
Liabilities				
Accounts payable	$ 19,065,000	$ 26,384,666	$ 19,065,000	$ 26,384,666
Due to other funds	3,394,069,027	15,581,510,405	15,169,912,113	3,805,667,319
Other	1,056,145,456	2,312,376,714	2,366,810,282	1,001,711,888
Total Liabilities	$4,469,279,483	$ 17,920,271,785	$ 17,555,787,395	$4,833,763,873
UNEMPLOYMENT BENEFITS LIABILITY FUND				
Assets				
Cash	$ 129,248	$ 11,564,834	$ 11,694,082	$ —
Receivables—Other	275,773	—	275,773	—
Due from other funds	1,344,838	5,131,763	6,476,601	—
Total Assets	$ 1,749,859	$ 16,696,597	$ 18,446,456	$ —
Liabilities				
Accounts payable	$ 503,218	$ —	$ 503,218	$ —
Due to other funds	1,246,641	6,227,310	7,473,951	—
Total Liabilities	$ 1,749,859	$ 6,227,310	$ 7,977,169	$ —
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY CONSTRUCTION GRANT FUND				
Assets				
Cash	$ 3,384	$ 5,054,338	$ 5,053,362	$ 4,360
Due from other funds	6,330,196	5,151,220	842,245	10,639,171
Total Assets	$ 6,333,580	$ 10,205,558	$ 5,895,607	$ 10,643,531
Liabilities				
Accounts payable	$ 6,333,580	$ 4,716,068	$ 406,117	$ 10,643,531
Total Liabilities	$ 6,333,580	$ 4,716,068	$ 406,117	$ 10,643,531

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY ENDOWMENT FUND

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
Assets				
Cash	$ 612	$ 202,759	$ 199,707	$ 3,664
Investments	202,269	84	100,000	102,353
Receivables—Other	9,441	13,182	17,452	5,171
Due from other funds	104,567	180,336	33,328	251,575
Total Assets	$ 316,889	$ 396,361	$ 350,487	$ 362,763
Liabilities				
Accounts payable	$ 316,889	$ 79,253	$ 33,379	$ 362,763
Total Liabilities	$ 316,889	$ 79,253	$ 33,379	$ 362,763

UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY ENDOWMENT FUND "B"

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
Assets				
Cash	$ 61,663	$2,215,637	$2,269,154	$ 8,146
Investments	5,265,297	725	1,004,115	4,261,907
Receivables—Other	91,502	353,750	383,011	62,241
Due from other funds	722,279	1,674,281	735,652	1,660,908
Total Assets	$6,140,741	$4,244,393	$4,391,932	$5,993,202
Liabilities				
Accounts payable	$6,140,741	$ 492,181	$ 639,720	$5,993,202
Total Liabilities	$6,140,741	$ 492,181	$ 639,720	$5,993,202

UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY GRANT FUND

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
Assets				
Cash	$ 9,327	$ 27,349	$ 22,597	$ 14,079
Investments	296,444	86	—	296,530
Receivables—Other	3,788	22,425	22,425	3,788
Due from other funds	61,687	8,718	4,924	65,481
Total Assets	$ 371,246	$ 58,578	$ 49,946	$ 379,878
Liabilities				
Accounts payable	$ 371,246	$ 26,343	$ 17,711	$ 379,878
Total Liabilities	$ 371,246	$ 26,343	$ 17,711	$ 379,878

STATE OF NEW JERSEY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Balance July 1, 1986	Additions	Deductions	Balance June 30, 1987
UNIVERSITY OF MEDICINE AND DENTISTRY OF NEW JERSEY GRANT FUND "B"				
Assets				
Cash	$ 5,278	$ 7,175,013	$ 7,177,300	$ 2,991
Due from other funds	6,324,212	2,746,552	5,060,451	4,010,313
Total Assets	$ 6,329,490	$ 9,921,565	$ 12,237,751	$ 4,013,304
Liabilities				
Accounts payable	$ 6,329,490	$ 2,309,318	$ 4,625,504	$ 4,013,304
Total Liabilities	$ 6,329,490	$ 2,309,318	$ 4,625,504	$ 4,013,304
TOTAL—ALL AGENCY FUNDS				
Assets				
Cash	$ 30,473,033	$ 84,789,330,597	$ 84,780,824,162	$ 38,979,468
Investments	14,809,894,431	62,693,282,888	60,188,700,654	17,314,476,665
Receivables—Other	208,257,219	1,185,732,262	1,192,746,374	201,243,107
Due from other funds	385,169,783	4,374,253,858	4,480,806,627	278,617,014
Total Assets	$15,433,794,466	$153,042,599,605	$150,643,077,817	$17,833,316,254
Liabilities				
Accounts payable	$ 312,553,174	$ 279,516,320	$ 179,062,511	$ 413,006,983
Due to other funds	13,975,692,241	18,515,973,873	16,171,515,844	16,320,150,270
Advances from other funds	856,283	—	57,096	799,187
Other	1,098,661,327	2,506,214,746	2,570,383,673	1,034,492,401
Deferred compensation payable	46,031,441	21,454,146	2,618,174	64,867,413
Total Liabilities	$15,433,794,466	$ 21,323,159,085	$ 18,923,637,297	$17,833,316,254

STATE OF NEW JERSEY
TRUST AND AGENCY FUNDS
DESCRIPTION OF FUNDS

EXPENDABLE TRUST FUNDS

Alternate Benefit Long-Term Disability Fund

This Fund was established on October 1, 1986. It is an employer-funded, expendable trust fund for long-term disability. Benefits will be paid to those members of the Alternate Benefit Programs Fund who have been disabled for two years or more since October 1, 1986.

Community Development Bond Fund
(P.L. 1981, c.486)

An amount of $85,000,000 was authorized to capitalize the New Jersey Local Development Financing Fund and to provide support for the revitalization, development and creation of urban industrial parks in the communities. $45,000,000 is allocated to capitalize the New Jersey Local Development Financing Fund, $30,000,000 is allocated for low-interest loans and grants to counties, municipalities, and other entities for assisting capital construction projects which will aid in the revitalization of distressed urban areas and in the promotion of the economic and social development of older central commercial districts of rural and developing communities. The remaining $10,000,000 is allocated to provide financial assistance for the creation and development of urban industrial parks.

Dental Expense Program Fund
(N.J.S.A. 52:14-17.29)

This program is available to most State employees who are eligible to participate in the State health benefits program for themselves and their dependents. The cost is borne jointly by the State and the employee. The employee may select either the traditional insurance coverage with an insurance carrier or enrollment in one of the participating dental plan organizations. Under the traditional insurance coverage, each year the covered employee and dependents must satisfy the specified deductible, after which the insurance will pay 80% of the additional eligible charges incurred during that particular year. The dental plan organizations provide prepaid plans where the payroll deductions cover all eligible services except for specified co-payments.

Emergency Services Fund (N.J.S.A. 52:14E-5)

This Fund was established in 1972 to reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

Fund For Support Of Free Public Schools
(N.J.S.A. 18A:56-1)

This Fund was formerly known as "The School Fund." The constitution of 1844 provided that such funds for the support of free schools remain a perpetual fund (Article VII, Section IV, Paragraph 2). The accounting for the moneys deposited and expended is recorded by the use of two funds: i.e., School Fund—Income Account, and School Fund—Investment Account.

The School Fund—Income Account consists of rents received on leased riparian lands of the State, licenses, and fees related to such lands, and the income from earnings on investment. The income is appropriated by the Annual Appropriations Act for the support of free public schools. The income of the Fund is then transferred to the General Fund in support of such appropriations.

The School Fund—Investment Account is utilized for the proceeds of the sale of riparian lands of the State which are held and reserved as a perpetual fund. Moneys reserved may be used to purchase bonds of a school district, issued for school purposes after December 4, 1958, from the bondholders or to pay to such bondholders the interest due thereon when such school district has certified to the Commissioner of Education and the Director of Local Government Services its inability to meet the payments.

P.L. 1980, c.72 enacted on July 16, 1980, known as the "New Jersey School Bond Reserve Act," provides for the establishment of a School Bond Reserve within the School Fund, in an amount equal to at least 1½% of the aggregate issued and outstanding bonded indebtedness of counties, municipalities or school districts for school purposes, exclusive of bonds the debt service for which is provided by state appropriations.

Health Benefits Program Fund
(N.J.S.A. 52:14-17.25 et seq.)

This program provides basic health services for employees of State and local governments. Employees may enroll in either a traditional plan with the insurance carrier or a health maintenance organization (HMO) plan. The traditional coverage includes basic and extended hospital benefits, basic and extended medical-surgical benefits, major medical benefits, and for employees between the ages of 65 and 69, the option to select from the traditional program for coverage or the Federal Medicare Program. An HMO provides employees with a wider range of preventive health care.

It contemplates less hospitalization and greater use of outpatient facilities. In addition to a prepaid fixed monthly premium, the employee or dependent may be required to pay a small charge when visiting the HMO facility. This plan also provides for hospital services, skilled nursing and home health care treatment.

Higher Education Assistance Fund (N.J.S.A. 18A:72-8)

This Fund accounts for the guaranteed loans made by financial institutions to assist qualified persons in meeting the costs of higher education in certain educational institutions. Defaulted loans are purchased from the financial institutions. A direct loan program was subsequently added to the Fund activities.

Motor Vehicle Liability Security Fund (N.J.S.A. 39:6-94)

Moneys credited from receipts of insurers authorized to deal in vehicle liability insurance for New Jersey motor vehicles is deposited in this Fund. The Act provides for the payment of remaining benefits payable in the event of insolvency of the insurer.

Motor Vehicle Security-Responsibility Fund (N.J.S.A. 39:6-30.1)

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this Fund. The deposits may be disbursed in satisfaction of judgments rendered and/or the return to motorist of such unused portion upon release of liability.

Mutual Workers' Compensation Security Fund (N.J.S.A. 34:15-112)

Moneys received from assessments levied against mutual and stock insurance carriers writing workers' compensation insurance in the State are deposited in this Fund. Payments from the Mutual or Stock Workers' Compensation Fund are made to persons entitled to receive workers' compensation when a mutual or stock carrier is determined to be insolvent.

New Home Warranty Security Fund (N.J.S.A. 46:3B-7)

Moneys received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited in this Fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

New Jersey Federal-State Rural Rehabilitation Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund was established to receive moneys from the Federal Government previously accounted for by the Department of Agriculture. The moneys are available for loans to farmers in New Jersey.

New Jersey Insurance Development Fund (N.J.S.A. 17:37A-18)

Receipts derived from a surcharge on all basic property insurance premiums paid for insurance policies written in the State, collected by the insurer, and remitted to the State are deposited in this Fund. Payments from the Fund reimburse any insurer or the New Jersey Insurance Underwriting Association for losses sustained. The reimbursement in any given calendar year shall not, however, exceed 5 percent of the insurance premiums written on essential property insurance in the State in the most recent full calendar year.

Prescription Drug Program Fund (N.J.S.A. 52:14-17.29)

This program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal law, can be dispensed only upon a written prescription order by a physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill. All full-time State employees are eligible to enroll for coverage in the program without cost to the employee.

Real Estate Guaranty Fund (N.J.S.A. 45:15-34)

Moneys received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this Fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

State Disability Benefit Fund (N.J.S.A. 43:21-46a)

Deposits from contributions of workers and employers who are subject to the contribution section on taxable wages under the unemployment compensation law of the State; and from special assessments, fines, penalties, and investment earnings are recorded in the Fund. Payments from the Fund may be made to persons entitled to disability benefits and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions and for administrative expenses.

Stock Workers' Compensation Security Fund (N.J.S.A. 34:15-105)

See Mutual Workers' Compensation Security Fund.

Unclaimed Bank Deposits Escheat Reserve Fund (N.J.S.A. 17:9-25b)

This Fund accounts for moneys received from banks located within the State, representing unclaimed balances of depositors' deposits which, after ten years, are escheatable to the State. Seventy-five percent of the receipts are escheated to the General Fund of the State. The remaining twenty-five percent is retained in the Fund. Earnings on the investment of the moneys of the Fund inure to the credit of the Fund.

Payments from the Fund are authorized for (a) payment of the seventy-five percent that escheats to the General Fund of the State; (b) payments of claims submitted and approved of the principal amounts escheated; and (c) payment of expenses and costs incurred by the State Treasurer and the Attorney General for administrative purposes.

Unclaimed Domestic Life Insurance Escheat Reserve Fund (N.J.S.A. 17B:31-7)

This Fund accounts for any unclaimed moneys received from the insurance companies authorized to write life insurance in the State, due and payable to any person entitled and which has remained unclaimed after a five-year period. Seventy-five percent of the receipts are escheated to the General Fund. The remaining twenty-five percent, if still unclaimed, escheats to the General Fund after five additional years.

Payments from the Fund are authorized to transfer those amounts escheatable to the General Fund and for the payment of any approved claim to or in behalf of any person entitled to receive the same. Earnings on any funds invested are also authorized to be transferred to the General Fund.

Unclaimed Personal Property Trust Fund (N.J.S.A. 2A:37-41)

Amounts received by the State from holders of personal property, presumed abandoned, due and payable to owners of last known address but unclaimed for various past successive years, are received into this Fund. Seventy-five percent of such amounts are escheated to the General Fund when received. The remaining twenty-five percent is retained in the Fund for five years. Payments from the Fund are authorized for loans by legislation as enacted by the Legislature and approved by the Governor. Payments of claims presented by the owner are made after approval by the State Treasurer. The balance of the twenty-five percent retained for the five-year period which has not been claimed by the owners is then escheatable to the General Fund. Amounts representing unclaimed pensions do not escheat to the State. Such amounts escheat back to the respective pension fund from where payable. Should any claim approved for payment exceed the balance of moneys available herein, the difference is payable out of unappropriated funds of the General Fund.

Unemployment Compensation Fund (N.J.S.A. 43:21-9a)

This Fund accounts for moneys deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the Federal government and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-need basis, which amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by Federal statutes which authorize advances from the Federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the Fund assets at any time by the Governor.

University Of Medicine And Dentistry Of New Jersey—Self-Insurance Reserve Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund is established by a trust agreement between the State and the University of Medicine and Dentistry to cover malpractice claims against the hospitals and the University. Fund deposits are managed by the Division of Investment with earnings increasing the Fund. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the Authority's bondholders.

Unsatisfied Claim And Judgment Fund (N.J.S.A. 39:6-61)

Receipts from insurance companies, as assessed by the Director of the Division of Motor Vehicles, recoveries of judgments entered against uninsured motorists, and amounts credited from earnings on investments are deposited in this Fund.

Payments are authorized for approved claims to entitled persons resulting from bodily injury, death, and/or damage to property up to specified maximum amounts, exclusive of interest and costs. In addition, payments of no-fault benefits on hit and run and noninsured cases resulting in bodily injury caused by an accident involving a motor vehicle are likewise authorized. Payments are made for amounts of medical expense benefits which exceed the maximum allowable amount payable for medical expense coverage under the no-fault provision of the New Jersey Automobile Reparation Reform Act. Administrative expenses are also payable as are approved refunds of excess recoveries on judgments.

Veterans' Guaranteed Loan Fund (N.J.S.A. 38:23B-5)

This Fund accounts for funds that guarantee bank loans to certain war veterans. Upon request by the lending bank, a loan to a veteran on which principal is unpaid thirty days after date of maturity or on which installments are more than three months in arrears, together with any unpaid accrued interest, may be purchased by the Fund upon approval of the Veterans' Loan Authority. The Authority thereupon assumes the responsibility for the collection of the defaulted loan and any accrued interest thereon that has been purchased from the bank by the Fund. Receipts are applied against the principal and/or interest of the defaulted loan. Payments from the Fund are also authorized for all administrative expenses.

Wage and Hour Trust Fund (N.J.S.A. 34:11-57)

The purpose of this Fund is to account for the receipt of moneys from employers due to employees who have been awarded a wage or salary adjustment under one of the four wage and hour laws. Once a case against the employer has been completed, payment is then made to the respective payee.

PENSION TRUST FUNDS

Central Pension Fund

This Fund administers a series of noncontributory pension acts. No reserves are established for the payment of retirement benefits. These benefits are funded on a pay-as-you-go basis in accordance with the governing statute and the rules and regulations of the State House Commission. The unfunded actuarial liability has not been determined.

Consolidated Police and Firemen's Pension Fund (N.J.S.A. 43:16)

This Fund was established to place 212 local police and firemen pension funds on an actuarial basis. The membership consists of policemen and firemen appointed prior to July 1, 1944. The liabilities of these local funds were shared: two-thirds by the participating counties and municipalities and one-third by the State.

Judicial Retirement System (N.J.S.A. 43:6A)

This system provides pension benefits to members of the State judiciary. The system is maintained on an actuarial reserve basis.

Police and Firemen's Retirement System (N.J.S.A. 43:16A)

All police and firemen, appointed after June 1944 in municipalities where local police and firemen pension funds existed or where this system was adopted by referendum or resolution, are required to become members of this system. Certain state and county employees are also covered. Employer obligations are paid by the local employers and the State. This Fund is maintained on an actuarial reserve basis.

Prison Officers' Pension Fund (N.J.S.A. 43:7)

This is a closed system for certain employees of State penal institutions and is funded on a pay-as-you-go basis.

Public Employees' Retirement System (N.J.S.A. 43:15A)

Most public employees in New Jersey, not required to become members of another contributory retirement program, are required to enroll in this system. The retirement benefits of this system are coordinated, but not integrated, with social security. This Fund is maintained on an actuarial reserve basis.

State Police Retirement System (N.J.S.A. 53:5A)

This system was created in July 1965 as successor to the State Police Retirement and Benevolent Fund. All uniformed officers and troopers of the Division of State Police in the New Jersey Department of Law and Public Safety are required to enroll. This system is maintained on an actuarial reserve basis.

Supplemental Annuity Collective Trust (N.J.S.A. 52:18A-110)

Any active, contributing member of the several State-administered retirement systems may enroll in this program. Members agree to make voluntary additional contributions through their pension funds to purchase variable retirement annuities in order to supplement the benefits provided by their basic system. Some employers agree to purchase tax-sheltered annuities for the same purpose for certain eligible public employees.

Teachers' Pension and Annuity Fund (N.J.S.A. 18A:66)

Most employees in every school district in the State and in the county vocational schools, as well as certain employees in the State Department of Education, are members of this Fund. The system of retirement benefits is coordinated, but not integrated, with social security. The Fund is maintained on an actuarial reserve basis.

NON-EXPENDABLE TRUST FUND

State Of New Jersey—Tischler Memorial Fund (N.J.S.A. 52:18A-1 et seq.)

This Fund was established under the authority of the State Treasurer in accordance with the terms of a bequest to the State of New Jersey; the principal amount of the Fund is to be invested in a prudent manner and the income from such investment is to be used for library materials.

AGENCY FUNDS

Alternate Benefit Programs Fund (N.J.S.A. 18A:66-167 et seq.)

The Alternate Benefit Programs were established for full-time faculty members of public institutions of higher education. All eligible faculty members were permitted to transfer their interests in State retirement systems to these programs. Participants have the option to provide for their pensions through fixed annuities underwritten by the Teachers Insurance and Annuity Association (TIAA) or variable annuities purchased through the College Retirement Equities Fund (CREF). The minimum contribution by employees is 5% of their base salary, and the State will contribute a flat rate of 8% of base salary. Almost immediate vesting is available to those participating in the Alternate Benefit Programs.

Common Pension Fund "A" (N.J.S.A. 52:18A-90.1)
Common Pension Fund "B" (N.J.S.A. 52:18A-90.1)

The Division of Investment is authorized to establish, maintain and operate common trust funds. Pension deposits from various funds are transferred for investment purposes to these common pension funds. Funds representing original sums plus accumulated earnings are then returned to the Division of Pensions and credited to the respective pension funds.

Disability Benefit Liability Fund (N.J.S.A. 43:21-27)

This Fund includes the amounts withheld from state employees' salaries for state employees' disability benefits and for the State's share of funds appropriated by the Annual Appropriations Act, which in total are transferred to the State Disability Benefit Fund.

General Trust Fund (N.J.S.A. 52:18-25.2b)

The principal amount of bonds and coupons unredeemed over two years are withdrawn from bank accounts and deposited in this Fund for investment. When presented for payment, these overdue bonds and coupons are redeemed from this Fund.

Luxury Tax Fund (N.J.S.A. 40:48-8.30a(B))

This Fund accounts for revenues collected under the provisions of the Luxury Tax Fund Act. The Act amends existing statutes wherein Atlantic City imposes a tax on certain sales and services. A portion of these tax revenues are dedicated to the payment of debt service on bonds issued for construction of Convention Hall facilities, debt service on bonds issued for low and moderate income housing, subsidization of Convention Center operating budget deficits and providing housing opportunities for low and moderate income families.

Luxury Tax Development Fund (N.J.S.A. 40:48-8.30a(B))

The Fund was established for the deposit of Luxury Tax revenues in excess of statutory requirements. Development funds are dedicated for various housing projects in Atlantic City.

New Jersey State Employees' Deferred Compensation Plan (N.J.S.A. 52:18A-164)

This Fund represents the activity of the deferred compensation plan by which amounts contributed by participating employees are invested through various investment options. Included in the Fund are those amounts contributed by participants through payroll withholding, plus investment earnings and appreciation in asset values related to those moneys.

Outstanding Checks Account (N.J.S.A. 52:18-25.1)

Amounts withdrawn from state demand bank accounts, over which the State Treasurer has custody and control, which represent outstanding and unpaid checks over one year old are deposited in this Fund. These amounts are held until (a) the outstanding check is presented for payment, or (b) the check is outstanding for a period of six years, in which case the amount is transferred to the General Fund.

Pension Adjustment Fund (N.J.S.A. 43:3B)

This Fund covers all eligible pensioners of the State-administered retirement systems. This Fund provides cost-of-living allowances for retirees of the pension trust funds. The statutes provide that payments are contingent upon annual appropriation by the Legislature. This Fund is funded on a pay-as-you-go basis.

Resource Recovery Investment Tax Fund (P.L. 1985, c.38)

Receipts generated by the investment tax and waste importation tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this Fund. The revenues are then allocated to counties based on statutory regulations.

Rutgers Medical School—Restricted Fund (N.J.S.A. 52:18A-1 et seq.)

The Division of Investment is permitted to establish, maintain, and operate one or more common trust funds. Moneys in the above Fund, formerly held and maintained by Rutgers University, were turned over to the State for investment management purposes and are returnable, together with the investment earnings, to the University.

School Building Aid—Capital Reserve Fund (N.J.S.A. 18:10-29.54)

This is a building aid reserve fund for each school district having funds on deposit as of September 1975. Deposits as of that date, together with amounts credited from investment earnings to each school district, may be disbursed for: (1) principal and interest payments to holders of bonds issued by the school district after the effective date of the act, when such school district has certified to the Commissioner of Education and the Director of the Division of Local Government Services its inability to meet the payments thereof; (2) payments to the school district up to the balance of the credit of such school district, to the extent that such withdrawal is anticipated as revenue in the school district budget for the current year, or withdrawn for capital purposes authorized by ordinance or by vote of the electors of the school district.

Solid Waste Services Tax Fund (P.L. 1985, c.38)

Receipts generated by the solid waste services tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this Fund. The revenues are then allocated to provide state aid to counties.

State Lottery Agency Fund (N.J.S.A. 5:9-21)

The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this Fund.

State Of New Jersey Cash Management Fund (N.J.S.A. 52:18A-90.4)

This is a common trust fund to consolidate moneys for investments. Various bond funds, trust funds, and agency funds are used to purchase units of value in the State of New Jersey Cash Management Fund. The law also permits participation in the Fund by municipalities, counties, school districts, or any other public body corporate and politic.

Unemployment Benefits Liability Fund (N.J.S.A. 43:21-7.3f)

This Fund accounts for receipts of wage earners' contributions withheld on wages subject to the Unemployment Compensation Law, paid to persons employed by the State, and the receipt of amounts appropriated to the General Fund by the Legislature and transferred hereinto as the employer's share of contributions. Payments are made directly to the Unemployment Compensation Fund of the State as reimbursements to that Fund for unemployment benefits paid to persons formerly employed by the State and eligible to receive such benefits.

University Of Medicine And Dentistry Of New Jersey Construction Grant Fund (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Endowment Fund (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Endowment Fund "B" (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Grant Fund (N.J.S.A. 52:18A-1 et seq.)

University Of Medicine And Dentistry Of New Jersey Grant Fund "B" (N.J.S.A. 52:18A-1 et seq.)

Moneys in these funds formerly managed by the University of Medicine and Dentistry were turned over to the State for investment management purposes. The funds plus earnings are returnable to the University.

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

STATE OF NEW JERSEY
STATEMENT OF OUTSTANDING BONDS
JUNE 30, 1987

	ACT OF	AUTHORIZED
Beaches and Harbors	1977	$ 30,000,000
Clean Waters	1976	120,000,000
Community Development	1982	85,000,000
Correctional Facilities Construction	1982	170,000,000
Emergency Flood Control	1978	25,000,000
Energy Conservation	1980	50,000,000
Farmland Preservation	1981	50,000,000
Hazardous Discharge	1981	100,000,000
Hazardous Discharge	1986	200,000,000
Higher Education Construction	1971	155,000,000
Highway Improvement	1930	58,000,000
Human Services Facilities Construction	1984	60,000,000
Institutional Construction	1978	100,000,000
Institutions Construction	1976	80,000,000
Jobs, Science and Technology	1984	90,000,000
Medical Education Facilities	1977	120,000,000
Natural Resources	1980	145,000,000
New Jersey Bridge Rehabilitation and Improvement	1983	135,000,000
New Jersey Green Acres	1983	135,000,000
New Jersey Institutions Construction	1964	50,000,000
Pinelands Infrastructure Trust	1985	30,000,000
Public Building Construction	1968	337,500,000
Public Purpose Buildings Construction	1980	159,000,000
Refunding Bonds	1985	505,630,000
Resource Recovery and Solid Waste Facility	1985	85,000,000
Shore Protection	1983	50,000,000
State Facilities for Handicapped	1973	25,000,000
State Higher Education Construction	1964	40,100,000
State Housing Assistance	1968	12,500,000
State Institution Construction	1960	40,000,000
State Land Acquisition and Development	1978	200,000,000
State Mortgage Assistance	1976	25,000,000
State Recreation and Conservation Land Acquisition	1961	60,000,000
State Recreation and Conservation Land Acquisition	1971	80,000,000
State Recreation and Conservation Land Acquisition and Development	1974	200,000,000
State Transportation	1968	640,000,000
Transportation Rehabilitation and Improvement	1979	475,000,000
Wastewater Treatment	1985	190,000,000
Water Conservation	1969	271,000,000
Water Development	1958	45,850,000
Water Supply	1981	350,000,000
TOTAL		$5,779,580,000

UNISSUED	RETIRED	OUTSTANDING
$ —	$ 11,510,000	$ 18,490,000
9,000,000	32,070,000	78,930,000
59,600,000	3,430,000	21,970,000
—	28,570,000	141,430,000
11,000,000	5,200,000	8,800,000
27,000,000	4,175,000	18,825,000
40,000,000	1,350,000	8,650,000
100,000,000	—	—
200,000,000	—	—
—	75,100,000	79,900,000
—	57,200,000	800,000
42,000,000	340,000	17,660,000
—	67,925,000	32,075,000
—	34,620,000	45,380,000
41,000,000	1,015,000	47,985,000
—	28,000,000	92,000,000
53,000,000	27,105,000	64,895,000
40,000,000	6,225,000	88,775,000
82,000,000	9,355,000	43,645,000
—	44,600,000	5,400,000
30,000,000	—	—
—	170,700,000	166,800,000
14,395,000	45,430,000	99,175,000
—	26,755,000	478,875,000
85,000,000	—	—
12,000,000	2,945,000	35,055,000
—	19,600,000	5,400,000
—	36,800,000	3,300,000
—	7,500,000	5,000,000
—	37,500,000	2,500,000
45,000,000	89,000,000	66,000,000
—	9,990,000	15,010,000
—	55,000,000	5,000,000
—	33,770,000	46,230,000
5,000,000	104,780,000	90,220,000
—	319,090,000	320,910,000
20,000,000	164,205,000	290,795,000
107,000,000	—	83,000,000
40,000,000	118,195,000	112,805,000
—	44,850,000	1,000,000
204,400,000	13,845,000	131,755,000
$1,267,395,000	$1,737,745,000	$2,774,440,000

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	ACT OF	OUTSTANDING JULY 1, 1986
Beaches and Harbors	1977	$ 26,900,000
Clean Waters	1976	86,030,000
Community Development	1982	18,020,000
Correctional Facilities Construction	1982	143,105,000
Emergency Flood Control	1978	11,600,000
Energy Conservation	1980	16,680,000
Farmland Preservation	1981	9,100,000
Higher Education Construction	1971	88,800,000
Highway Improvement	1930	1,055,000
Human Services Facilities Construction	1984	17,745,000
Institutional Construction	1978	39,750,000
Institutions Construction	1976	50,800,000
Jobs, Science and Technology	1984	11,240,000
Medical Education Facilities	1977	96,000,000
Natural Resources	1980	62,750,000
New Jersey Bridge Rehabilitation and Improvement	1983	24,680,000
New Jersey Green Acres	1983	47,495,000
New Jersey Institutions Construction	1964	9,400,000
Public Building Construction	1968	178,050,000
Public Purpose Buildings Construction	1980	116,980,000
Refunding Bonds	1985	304,495,000
Shore Protection	1983	17,050,000
State Facilities for Handicapped	1973	8,100,000
State Higher Education Construction	1964	6,300,000
State Housing Assistance	1968	5,600,000
State Institution Construction	1960	3,000,000
State Land Acquisition and Development	1978	63,000,000
State Mortgage Assistance	1976	15,550,000
State Recreation and Conservation Land Acquisition	1961	6,000,000
State Recreation and Conservation Land Acquisition	1971	51,410,000
State Recreation and Conservation Land Acquisition and Development	1974	103,900,000
State Transportation	1968	350,970,000
Transportation Rehabilitation and Improvement	1979	307,710,000
Wastewater Treatment	1985	—
Water Conservation	1969	123,740,000
Water Development	1958	2,000,000
Water Supply	1981	54,050,000
Capital Leases	—	492,828,667
TOTAL		$2,971,883,667

ADDITIONS	DEDUCTIONS	OUTSTANDING JUNE 30, 1987
$ —	$ 8,410,000	$ 18,490,000
—	7,100,000	78,930,000
7,000,000	3,050,000	21,970,000
25,000,000	26,675,000	141,430,000
—	2,800,000	8,800,000
3,000,000	855,000	18,825,000
—	450,000	8,650,000
—	8,900,000	79,900,000
—	255,000	800,000
—	85,000	17,660,000
—	7,675,000	32,075,000
—	5,420,000	45,380,000
37,000,000	255,000	47,985,000
—	4,000,000	92,000,000
22,000,000	19,855,000	64,895,000
70,000,000	5,905,000	88,775,000
5,000,000	8,850,000	43,645,000
—	4,000,000	5,400,000
—	11,250,000	166,800,000
—	17,805,000	99,175,000
198,235,000	23,855,000	478,875,000
20,000,000	1,995,000	35,055,000
—	2,700,000	5,400,000
—	3,000,000	3,300,000
—	600,000	5,000,000
—	500,000	2,500,000
25,000,000	22,000,000	66,000,000
—	540,000	15,010,000
—	1,000,000	5,000,000
—	5,180,000	46,230,000
—	13,680,000	90,220,000
—	30,060,000	320,910,000
25,500,000	42,415,000	290,795,000
83,000,000	—	83,000,000
3,000,000	13,935,000	112,805,000
—	1,000,000	1,000,000
87,000,000	9,295,000	131,755,000
175,335,565	26,234,366	641,929,866
$786,070,565	$341,584,366	$3,416,369,866

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ENTERPRISE FUNDS

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1987

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority
ASSETS			
CASH AND CASH EQUIVALENTS	$ 24,239,608	$ 237,333	$ 8,394
INVESTMENTS	41,753,218	46,904,321	90,531,929
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Mortgages	—	—	—
Other	11,787,072	12,427,674	46,357,257
FIXED ASSETS, Net	12,389,275	107,439,136	—
OTHER ASSETS			
Due from intergovernmental agencies	14,700,761	—	324,918
Deferred charges	—	2,575,501	—
Amount to be provided for:			
Retirement of bonds	—	—	—
Other	2,692,317	—	—
Total Assets	$107,562,251	$169,583,965	$137,222,498
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 2,728,111	$ 13,841,310	$ 715,776
Deferred revenue	3,123,059	8,326,945	39,144,642
Due to intergovernmental agencies	12,375,761	—	324,918
Advances from other funds	13,771,286	—	—
Other	17,569,533	—	2,442
Revenue bonds payable	—	133,522,429	68,008
Notes payable	8,034,673	—	—
Total Liabilities	57,602,423	155,690,684	40,255,786
FUND BALANCES			
Cost of investment in facilities	2,445,921	—	—
Reserved—Other	22,976,380	9,119,450	95,775,162
Unreserved—Undesignated	24,537,527	4,773,831	1,191,550
Total Fund Balances	49,959,828	13,893,281	96,966,712
Total Liabilities and Fund Balances	$107,562[illegible]1	$169,583,965	$137,222,498

New Jersey Economic Development Authority	New Jersey Education Facilities Authority	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority
$55,313,083	$ 6,142,077	$ 2,574,600	$ 23,874,000
—	165,132,348	30,768,862	1,358,210,000
—	403,312,000	—	1,220,072,000
31,897,170	7,063,116	73,879	1,499,614,000
420,362	112,611	75,436,215	371,000
—	473,914	—	—
—	—	—	—
—	—	—	—
4,137,841	6,416,590	169,560	46,000
$91,768,456	$588,652,656	$109,023,116	$4,102,187,000
$ 940,479	$ 3,919,912	$ 1,821,666	$ 92,112,000
179,306	—	—	—
1,294,700	279,809	—	—
—	—	—	—
184,927	—	1,555,123	—
—	485,900,000	44,855,000	2,811,319,000
—	4,500,000	—	30,839,000
2,599,412	494,599,721	48,231,789	2,934,270,000
—	—	—	—
—	—	38,112,135	1,161,913,000
89,169,044	94,052,935	22,679,192	6,004,000
89,169,044	94,052,935	60,791,327	1,167,917,000
$91,768,456	$588,652,656	$109,023,116	$4,102,187,000

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
ASSETS			
CASH AND CASH EQUIVALENTS	$ 8,432,066	$ 12,369,000	$ 9,577,000
INVESTMENTS	238,499,552	918,946,000	85,240,000
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Mortgages	—	1,993,607,000	—
Other	4,154,115	78,465,000	12,772,000
FIXED ASSETS, Net	909,356,825	457,000	402,945,000
OTHER ASSETS			
Due from intergovernmental agencies	1,593,988	2,396,000	—
Deferred charges	—	12,127,000	—
Amount to be provided for:			
Retirement of bonds	—	—	—
Other	1,569,130	33,261,000	7,209,000
Total Assets	$1,163,605,676	$3,051,628,000	$517,743,000
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 35,519,982	$ 41,232,000	$ 29,770,000
Deferred revenue	—	1,012,000	—
Due to intergovernmental agencies	1,532,397	35,495,000	—
Advances from other funds	—	—	—
Other	24,779,732	161,366,000	8,102,000
Revenue bonds payable	419,175,000	2,514,731,000	395,735,000
Notes payable	—	17,975,000	16,083,000
Total Liabilities	481,007,111	2,771,811,000	449,690,000
FUND BALANCES			
Cost of investment in facilities	—	—	—
Reserved—Other	673,796,789	236,240,000	—
Unreserved—Undesignated	8,801,776	43,577,000	68,053,000
Total Fund Balances	682,598,565	279,817,000	68,053,000
Total Liabilities and Fund Balances	$1,163,605,676	$3,051,628,000	$517,743,000

New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust
$ 2,479,000	$ 3,250	$ 17,815,785	$174,521
—	379,590,308	2,094,469,596	—
—	—	—	—
—	2,684,590	4,846,452	—
1,465,781,000	—	1,433,313,199	—
33,838,000	23,583,334	—	—
—	—	—	—
—	251,780,000	—	—
88,101,000	—	11,220,054	—
$1,590,199,000	$657,641,482	$3,561,665,086	$174,521
$ 102,804,000	$ 711,010	$ 23,330,150	$105,328
—	—	287,731	—
—	—	—	—
—	—	—	—
131,462,000	—	14,242,873	—
—	251,780,000	2,502,825,000	—
—	—	—	—
234,266,000	252,491,010	2,540,685,754	105,328
—	—	—	—
1,336,369,000	404,877,959	894,240,488	—
19,564,000	272,513	126,738,844	69,193
1,355,933,000	405,150,472	1,020,979,332	69,193
$1,590,199,000	$657,641,482	$3,561,665,086	$174,521

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET (Continued)
JUNE 30, 1987

	New Jersey Water Supply Authority	South Jersey Port Corporation	Total Enterprise Funds
ASSETS			
CASH AND CASH EQUIVALENTS	$ 40,215	$ 1,014,383	$ 164,294,315
INVESTMENTS	66,391,663	6,750,779	5,523,188,576
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES			
Mortgages	—	—	3,616,991,000
Other	1,218,747	2,284,800	1,715,645,872
FIXED ASSETS, Net	77,167,401	47,974,743	4,533,163,767
OTHER ASSETS			
Due from intergovernmental agencies	2,588,159	542,097	80,041,171
Deferred charges	—	—	14,702,501
Amount to be provided for:			
Retirement of bonds	—	—	251,780,000
Other	945,771	137,397	155,905,660
Total Assets	$148,351,956	$58,704,199	$16,055,712,862
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable and accrued expenses	$ 1,835,410	$ 3,071,791	$ 354,458,925
Deferred revenue	—	148,589	52,222,272
Due to intergovernmental agencies	91,593,494	542,097	143,438,176
Advances from other funds	—	—	13,771,286
Other	241,132	19,510,203	379,015,965
Revenue bonds payable	—	28,595,000	9,588,505,437
Notes payable	—	—	77,431,673
Total Liabilities	93,670,036	51,867,680	10,608,843,734
FUND BALANCES			
Cost of investment in facilities	—	—	2,445,921
Reserved—Other	6,735,104	4,789,983	4,884,945,450
Unreserved—Undesignated	47,946,816	2,046,536	559,477,757
Total Fund Balances	54,681,920	6,836,519	5,446,869,128
Total Liabilities and Fund Balances	$148,351,956	$58,704,199	$16,055,712,862

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STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority
REVENUES			
Charges for services and sales	$34,645,838	$11,991,773	$ 10,288
Mortgage interest	—	—	—
Investment income	283,053	4,842,228	4,115,926
Governmental subsidies and grants	10,829,619	—	—
Other	2,050,320	—	48,471,395
Total Revenues	47,808,830	16,834,001	52,597,609
EXPENSES			
Operations	31,653,122	65,667	8,700,660
Interest	147,828	12,236,008	2,716,898
Depreciation and amortization	790,158	—	—
Other	677,813	—	—
Total Expenses	33,268,921	12,301,675	11,417,558
Excess of Revenues Over Expenses	14,539,909	4,532,326	41,180,051
FUND BALANCE—Beginning of Year	36,312,722	1,401,950	55,786,661
Other fund balances changes	(892,803)	7,959,005	—
FUND BALANCE—End of Year	$49,959,828	$13,893,281	$96,966,712

New Jersey Economic Development Authority	New Jersey Education Facilities Authority	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority
$ 3,040,253	$ 32,800,703	$21,831,615	$ 1,338,000
—	—	—	—
5,061,852	12,382,178	1,250,408	449,000
2,325,253	1,600,557	—	—
6,174,702	513,572	63,962	2,000
16,602,060	47,297,010	23,145,985	1,789,000
4,867,866	42,346,778	11,813,049	1,793,000
51,656	31,213,467	3,943,574	—
91,000	—	—	93,000
5,393,211	—	1,374,687	22,000
10,403,733	73,560,245	17,131,310	1,908,000
6,198,327	(26,263,235)	6,014,675	(119,000)
82,970,717	126,952,425	57,748,025	1,263,074,000
—	(6,636,255)	(2,971,373)	(95,038,000)
$89,169,044	$ 94,052,935	$60,791,327	$1,167,917,000

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
REVENUES			
Charges for services and sales	$116,285,781	$ 9,631,000	$160,058,000
Mortgage interest	—	189,201,000	—
Investment income	20,534,399	82,341,000	7,235,000
Governmental subsidies and grants	—	—	—
Other	824,930	1,068,000	—
Total Revenues	137,645,110	282,241,000	167,293,000
EXPENSES			
Operations	70,528,020	12,812,000	129,365,000
Interest	22,141,191	235,422,000	31,057,000
Depreciation and amortization	—	192,000	13,208,000
Other	—	1,903,000	1,947,000
Total Expenses	92,669,211	250,329,000	175,577,000
Excess of Revenues Over Expenses	44,975,899	31,912,000	(8,284,000)
FUND BALANCE—Beginning of Year	711,340,691	253,052,000	73,337,000
Other fund balances changes	(73,718,025)	(5,147,000)	3,000,000
FUND BALANCE—End of Year	$682,598,565	$279,817,000	$ 68,053,000

New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust
$ 288,524,000	$ 55,000,000	$ 182,167,000	$ —
—	—	—	—
—	19,787,118	7,205,150	8,143
226,043,000	88,000,000	—	—
26,128,000	198,540,000	3,933,476	148
540,695,000	361,327,118	193,305,626	8,291
512,285,000	215,044,356	102,092,873	189,098
—	9,377,608	46,771,412	—
74,942,000	—	—	—
27,675,000	5,107,911	24,550,708	—
614,902,000	229,529,875	173,414,993	189,098
(74,207,000)	131,797,243	19,890,633	(180,807)
1,200,381,000	273,353,229	1,009,726,175	—
229,759,000	—	(8,637,476)	250,000
$1,355,933,000	$405,150,472	$1,020,979,332	$ 69,193

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Water Supply Authority	South Jersey Port Corporation	Total Enterprise Funds
REVENUES			
Charges for services and sales	$ 8,703,542	$11,126,304	$ 937,154,097
Mortgage interest	—	—	189,201,000
Investment income	366,878	5,303	165,867,636
Governmental subsidies and grants	—	1,647,216	330,445,645
Other	567,328	678,368	289,016,201
Total Revenues	9,637,748	13,457,191	1,911,684,579
EXPENSES			
Operations	4,513,277	11,592,144	1,159,661,910
Interest	1,496,571	2,549,019	399,124,232
Depreciation and amortization	2,560,021	—	91,876,179
Other	361,116	—	69,012,446
Total Expenses	8,930,985	14,141,163	1,719,674,767
Excess of Revenues Over Expenses	706,763	(683,972)	192,009,812
FUND BALANCE—Beginning of Year	53,989,422	7,520,491	5,206,946,508
Other fund balances changes	(14,265)	—	47,912,808
FUND BALANCE—End of Year	$54,681,920	$ 6,836,519	$5,446,869,128

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STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	Hackensack Meadowlands Development Commission	New Jersey Building Authority	New Jersey Casino Reinvestment Development Authority
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$14,539,909	$ 4,532,326	$ 41,180,051
Expenses not requiring current outlay of financial resources:			
Depreciation and amortization	1,589,768	—	—
Other	—	—	—
Total Sources of Financial Resources from Operations	16,129,677	4,532,326	41,180,051
Decrease in investments	—	35,563,897	—
Issuance of notes payable	—	—	—
Issuance of revenue bonds	—	—	68,008
Increase in deferred revenue	1,257,895	(353,825)	(21,334,386)
Increase in accounts payable and accrued expenses	—	7,113,764	—
Increase in other liabilities	16,937,498	—	27,360
Other, net	(892,803)	7,959,005	—
Total Sources of Financial Resources	33,432,267	54,815,167	19,941,033
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	—	(134,735)	—
Increase in investments	8,283,813	—	38,573,030
Increase in receivables	1,790,253	(1,679,658)	(19,594,348)
Increase in other assets	5,664,342	—	324,918
Acquisition of fixed assets	66,539	47,866,382	—
Decrease in accounts payable and accrued expenses	676,051	—	629,039
Retirement of notes payable	4,495,508	—	—
Retirement of bonds	—	8,569,264	—
Total Uses of Financial Resources	20,976,506	54,621,253	19,932,639
Net Increase (Decrease) in Cash and Cash Equivalents	12,455,761	193,914	8,394
CASH AND CASH EQUIVALENTS Beginning of Year	11,783,847	43,419	—
CASH AND CASH EQUIVALENTS End of Year	$24,239,608	$ 237,333	$ 8,394

New Jersey Economic Development Authority	New Jersey Educational Facilities Authority	New Jersey Expressway Authority	New Jersey Health Care Facilities Financing Authority
$ 6,198,327	$(26,263,235)	$ 6,014,675	$ (119,000)
91,000	—	—	93,000
344,110	—	—	20,000
6,633,437	(26,263,235)	6,014,675	(6,000)
—	10,712,459	14,308,389	128,467,000
—	—	—	—
—	111,028,589	—	79,848,000
3,911	—	—	—
129,065	—	374,418	—
(1,991,956)	229,838	412,747	—
—	(6,636,255)	(2,971,373)	(95,038,000)
4,774,457	89,071,396	18,138,856	113,271,000
—	—	—	—
—	—	—	—
2,166,765	376,627	(209,684)	34,446,000
(3,415,157)	1,354,893	9,618	37,000
23,613	90,564	18,084,425	304,000
—	2,389,822	—	20,917,000
1,212,580	—	—	9,941,000
—	83,608,589	375,000	51,735,000
(12,199)	87,820,495	18,259,359	117,380,000
4,786,656	1,250,901	(120,503)	(4,109,000)
50,526,427	4,891,176	2,695,103	27,983,000
$55,313,083	$ 6,142,077	$ 2,574,600	$ 23,874,000

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Highway Authority	New Jersey Housing and Mortgage Finance Agency	New Jersey Sports and Exposition Authority
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$ 44,975,899	$ 31,912,000	$ (8,284,000)
Expenses not requiring current outlay of financial resources:			
Depreciation and amortization	—	19,846,000	13,208,000
Other	—	—	—
Total Sources of Financial Resources from Operations	44,975,899	51,758,000	4,924,000
Decrease in investments	—	201,124,000	—
Issuance of notes payable	—	17,975,000	1,000,000
Issuance of revenue bonds	145,655,000	222,940,000	—
Increase in deferred revenue	—	115,000	—
Increase in accounts payable and accrued expenses	11,690,430	—	7,045,000
Increase in other liabilities	(1,126,434)	6,724,000	(3,794,000)
Other, net	(73,718,025)	(5,147,000)	3,000,000
Total Sources of Financial Resources	127,476,870	495,489,000	12,175,000
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	—	(1,957,000)	—
Increase in investments	10,831,510	—	5,677,000
Increase in receivables	627,813	(51,913,000)	554,000
Increase in other assets	(1,117,321)	(2,122,000)	(484,000)
Acquisition of fixed assets	111,818,772	177,000	4,476,000
Decrease in accounts payable and accrued expenses	—	6,440,000	—
Retirement of notes payable	—	—	2,000,000
Retirement of bonds	2,025,000	540,580,000	595,000
Total Uses of Financial Resources	124,185,774	491,205,000	12,818,000
Net Increase (Decrease) in Cash and Cash Equivalents	3,291,096	4,284,000	(643,000)
CASH AND CASH EQUIVALENTS Beginning of Year	5,140,970	8,085,000	10,220,000
CASH AND CASH EQUIVALENTS End of Year	$ 8,432,066	$ 12,369,000	$ 9,577,000

New Jersey Transit Corporation	New Jersey Transportation Trust Fund Authority	New Jersey Turnpike Authority	New Jersey Wastewater Treatment Trust
$ (74,207,000)	$131,797,243	$19,890,633	$(180,807)
74,942,000	—	—	—
—	—	—	—
735,000	131,797,243	19,890,633	(180,807)
—	—	3,724,274	—
—	—	—	—
—	200,000,000	—	—
—	—	(1,266)	—
9,244,000	525,262	—	105,328
52,416,000	—	2,707,812	—
229,759,000	—	(8,637,476)	250,000
292,154,000	332,322,505	17,683,977	174,521
—	—	—	—
—	137,068,578	—	—
—	(276,994)	1,870,730	—
(10,775,000)	190,672,771	(897,721)	—
305,555,000	—	14,513,092	—
—	—	—	—
—	—	—	—
—	4,855,000	—	—
294,780,000	332,319,355	15,486,101	—
(2,626,000)	3,150	2,197,876	174,521
5,105,000	100	15,617,909	—
$ 2,479,000	$ 3,250	$17,815,785	$ 174,521

STATE OF NEW JERSEY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Water Supply Authority	South Jersey Port Corporation	Total Enterprise Funds
SOURCES OF FINANCIAL RESOURCES			
Operations:			
Excess of revenues over expenses	$ 706,763	$ (683,972)	$ 192,009,812
Expenses not requiring current outlay of financial resources:			
Depreciation and amortization	2,560,021	—	112,329,789
Other	5,505	—	369,615
Total Sources of Financial Resources from Operations	3,272,289	(683,972)	304,709,216
Decrease in investments	6,070,573	729,678	400,700,270
Issuance of notes payable	—	—	18,975,000
Issuance of revenue bonds	745,395,000	—	1,504,934,597
Increase in deferred revenue	—	(43,144)	(20,355,815)
Increase in accounts payable and accrued expenses	16,867	617,270	36,861,404
Increase in other liabilities	62,137,343	996,306	135,676,514
Other, net	(14,265)	—	47,912,808
Total Sources of Financial Resources	816,877,807	1,616,138	2,429,413,994
USES OF FINANCIAL RESOURCES			
Increase in deferred charges	—	—	(2,091,735)
Increase in investments	—	—	200,433,931
Increase in receivables	498,019	(11,336)	(31,354,813)
Increase in other assets	(1,154,530)	(84,435)	178,013,378
Acquisition of fixed assets	5,710,787	1,185,808	509,871,982
Decrease in accounts payable and accrued expenses	—	—	31,051,912
Retirement of notes payable	—	—	17,649,088
Retirement of bonds	811,822,225	—	1,504,165,078
Total Uses of Financial Resources	816,876,501	1,090,037	2,407,738,821
Net Increase (Decrease) in Cash and Cash Equivalents	1,306	526,101	21,675,173
CASH AND CASH EQUIVALENTS Beginning of Year	38,909	488,282	142,619,142
CASH AND CASH EQUIVALENTS End of Year	$ 40,215	$ 1,014,383	$ 164,294,315

STATE OF NEW JERSEY
ENTERPRISE FUNDS
DESCRIPTION OF FUNDS

Hackensack Meadowlands Development Commission (N.J.S.A. 13:17-5)

The Hackensack Meadowlands Development Commission is a body corporate and politic established within the Department of Community Affairs under the provisions of the Hackensack Meadowlands Reclamation and Development Act of 1968. Pursuant to the Act, the Commission is authorized and empowered to be the planning and zoning agency for the reclaiming, planning, development and redevelopment of the 19,730 acre Meadowlands District. The agency also has the responsibility to provide garbage disposal facilities for 118 communities in Bergen, Essex, Hudson and Passaic counties.

The District consists of waterways, tidal flow lands, woodlands, marsh and meadows contained within portions of 14 municipalities and two counties, Bergen and Hudson. Through the issuance, if needed, of tax-exempt bonds and notes, the Commission is able to raise needed funds.

New Jersey Building Authority (N.J.S.A. 52:18A-78.4)

The New Jersey Building Authority, created in 1981 as a body corporate and politic, is authorized to construct and rehabilitate office buildings and related facilities for use by State agencies. The Authority is authorized to issue bonds and notes to provide funds for the construction and rehabilitation projects. The debt service on the bonds will be paid through lease agreements with the State.

New Jersey Casino Reinvestment Development Authority (N.J.S.A. 5:12-153)

The Authority was created in 1984 to maintain public confidence in the casino gaming industry as a tool of urban redevelopment for the City of Atlantic City and to directly facilitate the redevelopment of blighted areas by providing eligible projects in which licensees (Casinos) can invest. The Authority encourages investment in, or financing of, projects which are made as part of a comprehensive plan to improve blighted areas or are targeted to benefit low through middle income residents. The Authority is also responsible for promoting the tourist industry in New Jersey, especially in Atlantic County.

New Jersey Economic Development Authority (N.J.S.A. 34:1B-4)

The New Jersey Economic Development Authority, created in 1974 as a public body corporate and politic, is authorized to arrange long-term, low-interest financing, and other forms of assistance to private firms and companies for the purpose of maintaining and expanding employment opportunities and enlarging the tax base of state and local governments in the State of New Jersey.

New Jersey Educational Facilities Authority (N.J.S.A. 18A:72A-4)

The New Jersey Educational Facilities Authority was established in 1966 to provide a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell tax-exempt notes and bonds. The Authority finances only revenue-producing facilities on public college campuses; but it is not so restricted for the independent institutions, and may finance academic buildings as well.

New Jersey Expressway Authority (N.J.S.A. 27:12C-5)

The New Jersey Expressway Authority, created in 1962 as a body corporate and politic, is authorized and empowered to acquire, construct, maintain, repair and operate Atlantic City Expressway projects at lawfully established locations and, with the prior approval of the Governor, and of either or both the State Treasurer and the Comptroller of the Treasury, to issue its bonds or notes for such purposes. The existing roadway serves as a link between the Philadelphia metropolitan area and the seashore counties bordering the Atlantic Ocean. The principal source of revenues for the Authority is the money received from expressway tolls.

New Jersey Health Care Facilities Financing Authority (N.J.S.A. 26:21-4)

The New Jersey Health Care Facilities Financing Authority, established in 1972 as a public body corporate and politic of the State, provides low-cost capital financing for the public and private not-for-profit health care institutions of the State.

New Jersey Highway Authority (N.J.S.A. 27:12B-4)

The New Jersey Highway Authority, created in 1952 as a body corporate and politic, is authorized to acquire, construct, operate, and maintain highway projects (specifically the toll portions of the Garden State Parkway) with the provision that the Governor shall have the right to veto any action, except collective bargaining; and that the approval of the Governor and State Treasurer or Comptroller shall be required prior to adoption of any bond resolution or revision of tolls. The Authority has also been responsible for construction and maintenance of the Garden State Arts Center.

New Jersey Housing and Mortgage Finance Agency (N.J.S.A. 55:14K-4)

The Housing and Mortgage Finance Agency (HMFA) makes mortgage and improvement loans to nonprofit and limited dividend sponsors for the construction or major rehabilitation of rental apartment housing for low and moderate-income families and senior citizens. In addition to providing financing, the Agency monitors and provides technical support in the planning, construction, and management of all developments in its portfolio. HMFA mortgage loan funds come from the sale of tax-exempt revenue bonds.

In promoting the availability of affordable homeownership financing, the Agency also provided low-interest mortgage and improvement loans to eligible residents throughout the State. Proceeds from the sale of tax-exempt mortgage revenue bonds enable the Agency to finance the purchase and improvement of one to four unit residences.

New Jersey Sports and Exposition Authority (N.J.S.A. 5:10-4)

The New Jersey Sports and Exposition Authority, established in 1971 as a public body corporate and politic with corporate succession, has been responsible for the financing, construction, and management of the Meadowlands Racetrack and Giants Stadium, both of which opened in 1976, and the Brendan Byrne Arena which opened in July, 1981. The Authority is charged with the responsibility for providing facilities in the Hackensack Meadowlands for athletic and entertainment events, trade shows and other expositions, and is authorized to issue bonds and notes and provides the terms and security thereof.

New Jersey Transit Corporation (N.J.S.A. 27:25-1)

New Jersey Transit Corporation (NJ TRANSIT) was created by the New Jersey Public Transportation Act of 1979 and is empowered to acquire, own, operate and contract for the operation of public transportation services.

NJ TRANSIT receives operating subsidies principally from the State of New Jersey by legislative appropriation and the Federal Government by defined formula grants under the Urban Mass Transportation Administration (UMTA). These government grants are used to support the operation of public transportation services.

NJ TRANSIT provides these services through the operation of bus and commuter rail subsidiaries. NJ TRANSIT also contracts with several motor bus carriers for certain transportation services. Under these contracts, NJ TRANSIT has the right to set fares and coordinate service levels and schedules. In addition, NJ TRANSIT contracts with the National Railroad Passenger Corporation (Amtrak) for the maintenance of certain NJ TRANSIT rolling stock and the use of Amtrak's northeast corridor, including propulsion costs and the cost of maintaining right-of-way.

New Jersey Transportation Trust Fund Authority (N.J.S.A. 27:1B-4)

The New Jersey Transportation Trust Fund Authority was created under the New Jersey Transportation Trust Fund Authority Act of 1984 to provide the payment for and financing of all, or a portion of, the costs incurred by the Department of Transportation for the planning, acquisition, engineering, construction, reconstruction, repair and rehabilitation of the State's transportation system.

New Jersey Turnpike Authority (N.J.S.A. 27:23-3)

The New Jersey Turnpike Authority, created as a body corporate and politic by the New Jersey Turnpike Authority Act of 1948, is authorized to construct, maintain, repair, and operate turnpike projects at locations established by law. Furthermore, the Authority may issue turnpike revenue bonds or notes of the Authority, subject to prior approval by the Governor and of either or both the State Treasurer and the Comptroller of the Treasury, payable solely from tolls and other revenues of the Authority.

New Jersey Wastewater Treatment Trust (N.J.S.A. 58:11B-4)

The New Jersey Wastewater Treatment Trust, established in, but not of, the Department of Environmental Protection in 1985, is a body corporate and politic, with corporate succession. The purpose of the Trust is to make loans to and guarantee debt incurred by local government units to finance the cost of wastewater treatment system projects. The Trust may from time to time issue bonds, notes or other obligations in any principal amounts that the Trust deems necessary, up to an aggregate principal amount of $600 million, in order to provide sufficient funds to carry out its purpose.

New Jersey Water Supply Authority (N.J.S.A. 58:1B-4)

The New Jersey Water Supply Authority, created in 1981 as a public body corporate and politic, is authorized to acquire, finance, construct, and operate water supply systems. The Authority currently operates and maintains the Delaware and Raritan Canal and the Spruce Run/Round Valley Reservoir water supply system.

The Authority may, upon the request of a municipality, county, the State, or agencies thereof, enter into a contract to provide services for any water system project. All projects undertaken by the Authority shall conform to the recommendations of the New Jersey Statewide Water Supply Plan. Bonds of the Authority may be issued to finance these projects and the debt service on the bonds is payable from the revenues and other funds of the Authority.

South Jersey Port Corporation (N.J.S.A. 12:11A-1)

The South Jersey Port Corporation, an entity of the State's Department of Commerce and Economic Development, was created in 1968 by the South Jersey Port Corporation Act. The Act conferred upon the Corporation the powers to establish, acquire, construct, rehabilitate, improve, operate, and maintain marine terminals in the South Jersey Port District, including Mercer, Burlington, Camden, Gloucester, Salem, Cumberland, and Cape May counties. To this end, the Corporation may issue tax-exempt revenue bonds subject to the provisions and restrictions of the Marine Terminal Revenue Bond Resolution adopted November 30, 1970, which mandates the distribution of funds to various Port Corporation funds.

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UNIVERSITY FUNDS

STATE OF NEW JERSEY
UNIVERSITY FUNDS
BALANCE SHEET
CURRENT FUNDS-UNRESTRICTED
JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
ASSETS		
CASH AND CASH EQUIVALENTS	$ 8,747,000	$34,198,668
INVESTMENTS	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES		
Departmental	1,503,000	2,833,999
FIXED ASSETS, Net	—	—
OTHER ASSETS		
Due from other funds	—	—
Other	1,062,000	6,800,063
Total Assets	$11,312,000	$43,832,730
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued expenses	$ 7,317,000	$24,950,779
Deferred revenue	1,114,000	7,265,906
Due to other funds	—	—
Other	—	3,166,251
Deferred compensation payable	—	—
Revenue bonds payable	—	—
Notes payable	—	—
Capital leases payable	—	—
Total Liabilities	8,431,000	35,382,936
FUND BALANCES		
Cost of investment in facilities	—	—
Reserved for:		
Auxiliary enterprises	—	1,859,496
General university	—	6,448,325
Endowment and similar funds	—	—
Retirement of indebtedness	—	—
Unreserved—Undesignated	2,881,000	141,973
Total Fund Balances	2,881,000	8,449,794
Total Liabilities and Fund Balances	$11,312,000	$43,832,730

University of Medicine and Dentistry	Total
$ 530,784	$ 43,476,452
—	—
73,070,577	77,407,576
—	—
934,856	934,856
2,325,012	10,187,075
$76,861,229	$132,005,959
$46,794,443	$ 79,062,222
12,522,108	20,902,014
11,424,584	11,424,584
4,530,571	7,696,822
365,000	365,000
—	—
—	—
—	—
75,636,706	119,450,642
—	—
—	1,859,496
—	6,448,325
—	—
—	—
1,224,523	4,247,496
1,224,523	12,555,317
$76,861,229	$132,005,959

STATE OF NEW JERSEY
UNIVERSITY FUNDS
BALANCE SHEET
CURRENT FUNDS-RESTRICTED
JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
ASSETS		
CASH AND CASH EQUIVALENTS	$ 750,000	$15,379,779
INVESTMENTS	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES		
Departmental	959,000	9,104,338
FIXED ASSETS, Net	—	—
OTHER ASSETS		
Due from other funds	—	—
Other	—	—
Total Assets	$1,709,000	$24,484,117
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued expenses	$ 10,000	$ 3,158,121
Deferred revenue	—	—
Due to other funds	—	—
Other	—	—
Deferred compensation payable	—	—
Revenue bonds payable	—	—
Notes payable	—	—
Capital leases payable	—	—
Total Liabilities	10,000	3,158,121
FUND BALANCES		
Cost of investment in facilities	—	—
Reserved for:		
Auxiliary enterprises	—	—
General university	—	—
Endowment and similar funds	—	—
Retirement of indebtness	—	—
Unreserved, undesignated (deficit)	1,699,000	21,325,996
Total Fund Balances	1,699,000	21,325,996
Total Liabilities and Fund Balances	$1,709,000	$24,484,117

University of Medicine and Dentistry	Total
$ 820,131	$16,949,910
12,151,468	12,151,468
17,401,609	27,464,947
—	—
11,523,136	11,523,136
115,261	115,261
$42,011,605	$68,204,722
$ 6,748,279	$ 9,916,400
6,280	6,280
—	—
1,873,417	1,873,417
—	—
—	—
50,000	50,000
—	—
8,677,976	11,846,097
—	—
—	—
—	—
—	—
—	—
33,333,629	56,358,625
33,333,629	56,358,625
$42,011,605	$68,204,722

STATE OF NEW JERSEY
UNIVERSITY FUNDS
BALANCE SHEET
LOAN FUNDS
JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
ASSETS		
CASH AND CASH EQUIVALENTS	$ 80,000	$ 1,738,446
INVESTMENTS	—	—
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES		
Departmental	458,000	25,702,882
FIXED ASSETS, Net	—	—
OTHER ASSETS		
Due from other funds	—	—
Other	90,000	—
Total Assets	$628,000	$27,441,328
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued expenses	$ —	$ —
Deferred revenue	—	—
Due to other funds	—	—
Other	—	—
Deferred compensation payable	—	—
Revenue bonds payable	—	—
Notes payable	—	—
Capital leases payable	—	—
Total Liabilities	—	—
FUND BALANCES		
Cost of investment in facilities	—	—
Reserved for:		
Auxiliary enterprises	—	—
General university	369,000	22,229,988
Endowment and similar funds	240,000	4,558,499
Retirement of indebtedness	—	—
Unreserved—Undesignated	19,000	652,841
Total Fund Balances	628,000	27,441,328
Total Liabilities and Fund Balances	$628,000	$27,441,328

University of Medicine and Dentistry	Total
$ 710,659	$ 2,529,105
139,000	139,000
10,631,524	36,792,406
—	—
4,333	4,333
—	90,000
$11,485,516	$39,554,844
$ —	$ —
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
9,814,964	32,413,952
389,700	5,188,199
—	—
1,280,852	1,952,693
11,485,516	39,554,844
$11,485,516	$39,554,844

STATE OF NEW JERSEY
UNIVERSITY FUNDS
BALANCE SHEET
PLANT FUNDS
JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
ASSETS		
CASH AND CASH EQUIVALENTS	$ 5,617,000	$ 72,374,673
INVESTMENTS	23,928,000	128,599,438
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES		
Departmental	—	—
FIXED ASSETS, Net	81,064,000	675,146,991
OTHER ASSETS		
Due from other funds	—	—
Other	1,273,000	3,872,478
Total Assets	$111,882,000	$879,993,580
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued expenses	$ —	$ —
Deferred revenue	—	—
Due to other funds	—	—
Other	—	4,932,617
Deferred compensation payable	—	—
Revenue bonds payable	33,490,000	204,065,000
Notes payable	218,000	11,024,382
Capital leases payable	—	6,919,598
Total Liabilities	33,708,000	226,941,597
FUND BALANCES		
Cost of investment in facilities	74,081,000	552,198,209
Reserved for:		
Auxiliary enterprises	—	—
General university	—	—
Endowment and similar funds	—	8,430,461
Retirement of indebtedness	1,658,000	6,922,021
Unreserved—Undesignated	2,435,000	85,501,292
Total Fund Balances	78,174,000	653,051,983
Total Liabilities and Fund Balances	$111,882,000	$879,993,580

University of Medicine and Dentistry	Total
$ 14,132,054	$ 92,123,727
58,240,844	210,768,282
23,270,541	23,270,541
414,483,046	1,170,694,037
1,289,991	1,289,991
4,459,723	9,605,201
$515,876,199	$1,507,751,779
$ 1,445,422	$ 1,445,422
—	—
1,887,514	1,887,514
—	4,932,617
—	—
68,177,387	305,732,387
248,766	11,491,148
936,768	7,856,366
72,695,857	333,345,454
403,360,969	1,029,640,178
—	—
39,819,373	39,819,373
—	8,430,461
—	8,580,021
—	87,936,292
443,180,342	1,174,406,325
$515,876,199	$1,507,751,779

STATE OF NEW JERSEY
UNIVERSITY FUNDS
BALANCE SHEET
ENDOWMENT AND SIMILAR FUNDS
JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
ASSETS		
CASH AND CASH EQUIVALENTS	$ 676,000	$ 647,594
INVESTMENTS	534,000	92,592,595
RECEIVABLES, NET OF ALLOWANCES FOR UNCOLLECTIBLES		
Departmental	—	—
FIXED ASSETS, Net	—	—
OTHER ASSETS		
Due from other funds	—	—
Other	6,000	—
Total Assets	$1,216,000	$93,240,189
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued expenses	$ —	$ —
Deferred revenue	—	—
Due to other funds	—	—
Other	390,000	—
Deferred compensation payable	—	—
Revenue bonds payable	—	—
Notes payable	—	—
Capital leases payable	—	—
Total Liabilities	390,000	—
FUND BALANCES		
Cost of investment in facilities	—	—
Reserved for:		
Auxiliary enterprises	—	—
General university	—	—
Endowment and similar funds	826,000	93,240,189
Retirement of indebtedness	—	—
Unreserved—Undesignated	—	—
Total Fund Balances	826,000	93,240,189
Total Liabilities and Fund Balances	$1,216,000	$93,240,189

University of Medicine and Dentistry	Total
$ 313,403	$ 1,636,997
6,588,731	99,715,326
136,438	136,438
—	—
—	—
—	6,000
$7,038,572	$101,494,761
$ —	$ —
—	—
440,218	440,218
133,342	523,342
—	—
—	—
—	—
—	—
573,560	963,560
—	—
—	—
—	—
6,465,012	100,531,201
—	—
—	—
6,465,012	100,531,201
$7,038,572	$101,494,761

STATE OF NEW JERSEY
UNIVERSITY FUNDS
CURRENT FUNDS-UNRESTRICTED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
REVENUES AND OTHER ADDITIONS		
Student tuition and fees	$16,049,000	$102,172,461
State appropriations	33,441,000	217,931,391
Auxiliary enterprises	4,048,000	63,784,633
Patient service revenue	—	—
Governmental grants and contracts	—	4,701,667
Fringe benefits paid directly by the State of New Jersey	3,351,000	43,307,160
Private gifts, grants and contracts	—	314,975
Investment income	—	—
Realized gains on endowment investments	—	2,046,927
Interest on loans receivable	—	—
Expended for plant facilities	—	—
Retirement of indebtedness	—	—
Other	1,705,000	15,516,099
Total Revenues and Other Additions	58,594,000	449,775,313
EXPENDITURES AND OTHER DEDUCTIONS		
Educational and general:		
Instruction	25,139,000	173,166,440
Research	863,000	25,380,475
Public service	571,000	19,387,988
Academic support	7,915,000	18,774,401
Student services	2,924,000	27,077,164
Institutional support	8,829,000	35,858,609
Scholarships and fellowships	1,363,000	—
Operation and maintenance plant	5,393,000	54,232,417
Auxiliary enterprises	3,533,000	50,946,212
Expenditures for plant facilities	—	—
Loan cancellations, write-offs and refunds	—	—
Disposal of property, plant and equipment	—	—
Interest on indebtedness	—	—
Retirement of indebtedness	—	—
Other	—	—
Total Expenditures and Other Deductions	56,530,000	404,823,706
Net Revenues	2,064,000	44,951,607
HIGHER EDUCATION AND UNIVERSITY HOSPITAL INTERFUND TRANSFERS IN/(OUT)		
Mandatory:		
Principal and interest	(880,000)	(8,774,660)
Loan funds matching grants	—	3,334
Other	—	—
Non-mandatory:		
Plant funds	—	(36,586,573)
Other	—	1,227,035
Total Higher Education and University Hospital Interfund Transfers	(880,000)	(44,130,864)
Net Increase (Decrease) in Fund Balances	1,184,000	820,743
FUND BALANCES—JULY 1, 1986	1,697,000	7,629,051
FUND BALANCES—JUNE 30, 1987	$ 2,881,000	$ 8,449,794

University of Medicine and Dentistry	Total
$ 15,090,955	$133,312,416
152,680,692	404,053,083
2,072,629	69,905,262
91,747,473	91,747,473
—	4,701,667
35,935,810	82,593,970
—	314,975
—	—
—	2,046,927
—	—
—	—
—	—
4,714,460	21,935,559
302,242,019	810,611,332
77,799,706	276,105,146
—	26,243,475
—	19,958,988
2,367,335	29,056,736
1,698,172	31,699,336
22,791,177	67,478,786
1,044,421	2,407,421
21,230,360	80,855,777
2,014,000	56,493,212
—	—
—	—
—	—
—	—
—	—
151,194,299	151,194,299
280,139,470	741,493,176
22,102,549	69,118,156
(1,593,000)	(11,247,660)
(82,362)	(79,028)
—	—
(17,585,713)	(54,172,286)
(2,055)	1,224,980
(19,263,130)	(64,273,994)
2,839,419	4,844,162
(1,614,896)	7,711,155
$ 1,224,523	$ 12,555,317

STATE OF NEW JERSEY
UNIVERSITY FUNDS
CURRENT FUNDS-RESTRICTED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
REVENUES AND OTHER ADDITIONS		
Student tuition and fees	$ 617,000	$ —
State appropriations	—	—
Auxiliary enterprises	—	—
Patient service revenue	—	—
Governmental grants and contracts	2,059,000	48,783,136
Fringe benefits paid directly by the State of New Jersey	—	—
Private gifts, grants and contracts	474,000	16,831,398
Investment income	72,000	5,666,855
Realized gains on endowment investments	—	—
Interest on loans receivable	—	—
Expended for plant facilities	—	—
Retirement of indebtedness	—	—
Other	6,000	2,557,421
Total Revenues and Other Additions	3,228,000	73,838,810
EXPENDITURES AND OTHER DEDUCTIONS		
Educational and general:		
Instruction	334,000	3,761,487
Research	—	50,528,423
Public service	—	991,848
Academic support	422,000	351,456
Student services	1,025,000	5,303,443
Institutional support	31,000	1,236,988
Scholarships and fellowships	1,504,000	—
Operation and maintenance plant	2,000	—
Auxiliary enterprises	—	—
Expenditures for plant facilities	—	—
Loan cancellations, write-offs and refunds	—	—
Disposal of property, plant and equipment	—	—
Interest on indebtedness	—	—
Retirement of indebtedness	—	—
Other	—	7,512,273
Total Expenditures and Other Deductions	3,318,000	69,685,918
Net Revenues	(90,000)	4,152,892
HIGHER EDUCATION AND UNIVERSITY HOSPITAL INTERFUND TRANSFERS IN/(OUT)		
Mandatory:		
Principal and interest	—	—
Loans funds matching grants	—	—
Other	—	—
Non-mandatory:		
Plant funds	—	—
Other	—	(2,596,429)
Total Higher Education and University Hospital Interfund Transfers	—	(2,596,429)
Net Increase (Decrease) in Fund Balances	(90,000)	1,556,463
FUND BALANCES-JULY 1, 1986	1,789,000	19,769,533
FUND BALANCES-JUNE 30, 1987	$1,699,000	$21,325,996

University of Medicine and Dentistry	Total
$ —	$ 617,000
—	—
—	—
32,291,929	32,291,929
29,549,814	80,391,950
—	—
16,806,734	34,112,132
1,549,391	7,288,246
—	—
—	—
—	—
—	—
4,386,453	6,949,874
84,584,321	161,651,131
3,264,100	7,359,587
23,920,149	74,448,572
25,557,591	26,549,439
1,058,354	1,831,810
62,566	6,391,009
5,173,206	6,441,194
1,927,464	3,431,464
—	2,000
—	—
—	—
431,953	431,953
—	—
—	—
—	—
11,165,463	18,677,736
72,560,846	145,564,764
12,023,475	16,086,367
—	—
—	—
—	—
(6,048,855)	(6,048,855)
2,055	(2,594,374)
(6,046,800)	(8,643,229)
5,976,675	7,443,138
27,356,954	48,915,487
$33,333,629	$ 56,358,625

STATE OF NEW JERSEY
UNIVERSITY FUNDS
LOAN FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
REVENUES AND OTHER ADDITIONS		
Student tuition and fees	$ —	$ —
State appropriations	—	—
Auxiliary enterprises	—	—
Patient service revenue	—	—
Governmental grants and contracts	90,000	1,074
Fringe benefits paid directly by the State of New Jersey	—	—
Private gifts, grants and contracts	—	11,300
Investment income	36,000	607,570
Realized gains on endowment investments	—	—
Interest on loans receivable	—	—
Expended for plant facilities	—	—
Retirement of indebtedness	—	—
Other	—	104,872
Total Revenues and Other Additions	126,000	724,816
EXPENDITURES AND OTHER DEDUCTIONS		
Educational and general:		
Instruction	—	—
Research	—	—
Public service	—	—
Academic support	—	—
Student services	—	—
Institutional support	60,000	—
Scholarships and fellowships	—	—
Operation and maintenance plant	—	—
Auxiliary enterprises	—	—
Expenditures for plant facilities	—	—
Loan cancellations, write-offs and refunds	—	287,769
Disposal of property, plant and equipment	—	—
Interest on indebtedness	—	—
Retirement of indebtedness	—	—
Other	—	492,854
Total Expenditures and Other Deductions	60,000	780,623
Net Revenues	66,000	(55,807)
HIGHER EDUCATION AND UNIVERSITY HOSPITAL INTERFUND TRANSFERS IN/(OUT)		
Mandatory:		
Principal and interest	—	—
Loans funds matching grants	—	(3,334)
Other	—	—
Non-mandatory:		
Plant funds	—	—
Other	—	—
Total Higher Education and University Hospital Interfund Transfers	—	(3,334)
Net Increase (Decrease) in Fund Balances	66,000	(59,141)
FUND BALANCES—JULY 1, 1986	562,000	27,500,469
FUND BALANCES—JUNE 30, 1987	$628,000	$27,441,328

University of Medicine and Dentistry	Total
$ —	$ —
—	—
—	—
—	—
741,261	832,335
—	—
65,244	76,544
22,585	666,155
—	—
212,594	212,594
—	—
—	—
—	104,872
1,041,684	1,892,500
—	—
—	—
—	—
—	—
—	—
—	60,000
—	—
—	—
—	—
—	—
47,332	335,101
—	—
—	—
—	—
91,355	584,209
138,687	979,310
902,997	913,190
—	—
82,362	79,028
—	—
—	—
—	—
82,362	79,028
985,359	992,218
10,500,157	38,562,626
$11,485,516	$39,554,844

STATE OF NEW JERSEY
UNIVERSITY FUNDS
PLANT FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
REVENUES AND OTHER ADDITIONS		
Student tuition and fees	$ 1,717,000	$ 1,635,695
State appropriations	—	10,741,395
Auxiliary enterprises	—	—
Patient service revenue	—	—
Governmental grants and contracts	1,000,000	—
Fringe benefits paid directly by the State of New Jersey	—	—
Private gifts, grants and contracts	6,308,000	4,323,324
Investment income	1,219,000	7,685,996
Realized gains on endowment investments	—	—
Interest on loans receivable	—	—
Expended for plant facilities	4,033,000	52,488,353
Retirement of indebtedness	—	2,324,362
Other	—	1,164,842
Total Revenues and Other Additions	14,277,000	80,363,967
EXPENDITURES AND OTHER DEDUCTIONS		
Educational and general:		
Instruction	—	—
Research	—	—
Public service	—	—
Academic support	—	—
Student services	—	—
Institutional support	—	—
Scholarships and fellowships	—	—
Operation and maintenance plant	—	—
Auxiliary enterprises	—	—
Expenditures for plant facilities	—	45,506,961
Loan cancellations, write-offs and refunds	—	—
Disposal of property, plant and equipment	—	2,780,634
Interest on indebtedness	1,852,000	7,145,047
Retirement of indebtedness	—	2,324,362
Other	887,000	7,213,782
Total Expenditures and Other Deductions	2,739,000	64,970,786
Net Revenues	11,538,000	15,393,181
HIGHER EDUCATION AND UNIVERSITY HOSPITAL INTERFUND TRANSFERS IN/(OUT)		
Mandatory:		
Principal and interest	880,000	8,774,660
Loans funds matching grants	—	—
Other	—	—
Non-mandatory:		
Plant funds	—	36,586,573
Other	—	(240,856)
Total Higher Education and University Hospital Interfund Transfers	880,000	45,120,377
Net Increase (Decrease) in Fund Balances	12,418,000	60,513,558
FUND BALANCES—JULY 1, 1986	65,756,000	592,538,425
FUND BALANCES—JUNE 30, 1987	$78,174,000	$653,051,983

University of Medicine and Dentistry	Total
$ —	$ 3,352,695
2,018,867	12,760,262
—	—
—	—
—	1,000,000
—	—
1,025,406	11,656,730
4,192,050	13,097,046
—	—
—	—
22,050,380	78,571,733
—	2,324,362
6,187,779	7,352,621
35,474,482	130,115,449
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
24,516,747	70,023,708
—	—
622,222	3,402,856
3,947,593	12,944,640
—	2,324,362
255,441	8,356,223
29,342,003	97,051,789
6,132,479	33,063,660
1,593,000	11,247,660
—	—
—	—
23,634,568	60,221,141
—	(240,856)
25,227,568	71,227,945
31,360,047	104,291,605
411,820,295	1,070,114,720
$443,180,342	$1,174,406,325

STATE OF NEW JERSEY
UNIVERSITY FUNDS
ENDOWMENT AND SIMILAR FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

	New Jersey Institute of Technology	Rutgers University
REVENUES AND OTHER ADDITIONS		
Student tuition and fees	$ —	$ —
State appropriations	—	—
Auxiliary enterprises	—	—
Patient service revenue	—	—
Governmental grants and contracts	—	—
Fringe benefits paid directly by the State of New Jersey	—	—
Private gifts, grants and contracts	99,000	2,327,451
Investment income	—	502,806
Realized gains on endowment investments	—	5,384,903
Interest on loans receivable	—	—
Expended for plant facilities	—	—
Retirement of indebtedness	—	—
Other	—	82,164
Total Revenues and Other Additions	99,000	8,297,324
EXPENDITURES AND OTHER DEDUCTIONS		
Educational and general:		
Instruction	—	—
Research	—	—
Public service	—	—
Academic support	—	—
Student services	—	—
Institutional support	—	—
Scholarships and fellowships	—	—
Operation and maintenance plant	—	—
Auxiliary enterprises	—	—
Expenditures for plant facilities	—	—
Loan cancellations, write-offs and refunds	—	—
Disposal of property, plant and equipment	—	—
Interest on indebtedness	—	—
Retirement of indebtedness	—	—
Other	—	29,593
Total Expenditures and Other Deductions	—	29,593
Net Revenues	99,000	8,267,731
HIGHER EDUCATION AND UNIVERSITY HOSPITAL INTERFUND TRANSFERS IN/(OUT)		
Mandatory:		
Principal and interest	—	—
Loans funds matching grants	—	—
Other	—	—
Non-mandatory:		
Plant funds	—	—
Other	—	1,610,250
Total Higher Education and University Hospital Interfund Transfers	—	1,610,250
Net Increase (Decrease) in Fund Balances	99,000	9,877,981
FUND BALANCES—JULY 1, 1986	727,000	83,362,208
FUND BALANCES—JUNE 30, 1987	$826,000	$93,240,189

University of Medicine and Dentistry	Total
$ —	$ —
—	—
—	—
—	—
—	—
—	—
52,026	2,478,477
538,660	1,041,466
—	5,384,903
—	—
—	—
—	—
—	82,164
590,686	8,987,010
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
—	—
538,660	568,253
538,660	568,253
52,026	8,418,757
—	—
—	—
—	—
—	—
—	1,610,250
—	1,610,250
52,026	10,029,007
6,412,986	90,502,194
$6,465,012	$100,531,201

STATE OF NEW JERSEY
UNIVERSITY FUNDS
DESCRIPTION OF FUNDS

New Jersey Institute Of Technology (N.J.S.A. 18A:64E-4)

The Institute is recognized as a public institution of higher education by the State of New Jersey. The recognition is supported by an annual contract between the Institute and the State whereby the Institute agrees to render services of public higher education for the State of New Jersey. In return, the State appropriates funds to support the Institute.

The Institute was founded in 1881 (N.J.S.A. 18A:64E-1 et seq.). For more than three decades, the State Board of Education contracted annually with the New Jersey Institute of Technology, formerly Newark College of Engineering, for services in public higher education. Effective July 1, 1967, the contractual relationship is with the State Board of Higher Education (N.J.S.A. 18A:3-14).

The physical plant is located in Newark on 34 acres and is comprised of 16 buildings, including classroom-laboratory buildings, gymnasium, library, theatre, residence hall, maintenance building, parking lots and playing fields.

Rutgers, The State University (N.J.S.A. 18A:65-12)

Founded in 1766 as one of the colonial colleges, Rutgers became The State University in 1956 (N.J.S.A. 18A:65-1 et seq. as amended) with a reorganized Board of Trustees and a newly created Board of Governors. The membership of the Board of Governors consists of ex-officio members, the Chancellor of the Department of Higher Education of New Jersey, the President of the Corporation and 11 voting members, six of whom are appointed by the Governor of the State, with the advice and consent of the Senate and five of whom are appointed by the Board of Trustees from among its members. The Board of Governors has general supervision over the University's operations. The Board of Trustees acts in overall advisory capacity and controls certain properties, funds and trusts. The Board of Higher Education (N.J.S.A. 18A:62-1 et seq.) is responsible for the coordination and general financial oversight of Rutgers as a part of the State's system of higher education.

The University provides instruction to approximately 90,000 full and part-time students enrolled in instructional programs in its graduate and undergraduate colleges, schools, summer session, and continuing education programs.

Research, the second major area of University responsibility, has earned the support of commerce, industry, State and Federal governments, societies, and philanthropic organizations, as well as financing from the University's funds.

Extension services, designed to take the University's teaching function directly to the people of the State, is a major responsibility. Such services range from the work of the county agricultural, home economics and 4-H Club agents to non-credit courses, including post-graduate work in technical and professional fields.

University Of Medicine And Dentistry Of New Jersey (N.J.S.A. 18A:64G-4)

The University of Medicine and Dentistry of New Jersey is governed and managed by a Board of Trustees appointed by the Governor with Senate confirmation and administered by a President as the Chief Executive Officer. The primary purposes of the institution are the education of health care personnel including physicians, dentists and allied health professionals, medical and dental research, and the provision of health care to the people of New Jersey.

The University is composed of three medical schools (two Allopathic and one Osteopathic), a dental school, a graduate school of biomedical sciences and a school of allied health professions. Its medical programs are centered in Newark, Piscataway and Camden. It operates a hospital and two community mental health care centers which serve as both health care and teaching facilities.

In addition to its wholly owned facilities, the University is affiliated for teaching purposes at either, or both, the undergraduate and graduate level with 54 community hospitals and health care agencies, five community colleges, five State colleges, Rutgers University, New Jersey Institute of Technology and three independent universities.

STATISTICAL SECTION

STATE OF NEW JERSEY
TEN-YEAR FINANCIAL SUMMARY
FOR FISCAL YEARS ENDED JUNE 30
($ Millions)

REVENUES	1987	1986	1985	1984
Anticipated Revenues				
Sales Tax	$ 2,910.7	$ 2,614.4	$ 2,341.8	$ 2,054.1
Income Tax	2,605.9	2,052.6	1,935.5	1,732.2
Corporation Tax	1,129.2	996.1	976.3	934.4
Motor Fuels Tax	321.1	318.2	296.2	294.1
Motor Vehicle Fees	350.0	333.3	317.9	288.8
Cigarette Tax	211.0	214.2	216.6	217.2
Inheritance Tax	190.4	188.6	194.4	171.4
Lottery	472.2	419.4	390.6	359.7
General Revenue Sharing	—	—	—	—
Casino Taxes	246.8	220.4	215.0	193.3
All Other	1,390.1	1,276.2	1,146.6	1,035.0
Total Anticipated Revenues	9,827.4	8,633.4	8,030.9	7,280.2
Appropriated Revenues				
Federal Programs	2,080.5	2,142.1	1,975.4	1,946.6
All Other	1,333.1	1,204.9	1,081.3	1,031.8
Total Appropriated Revenues	3,413.6	3,347.0	3,056.7	2,978.4
Total All Revenues	$13,241.0	$11,980.4	$11,087.6	$10,258.6
EXPENDITURES (Budgetary Basis)				
Budgeted Expenditures				
State Aid	$ 4,838.1	$ 4,512.7	$ 4,076.7	$ 3,747.8
Direct State Services	4,061.9	3,629.5	3,209.2	2,804.6
Capital Construction	270.8	273.2	240.8	45.6
Debt Service	315.2	295.8	295.3	266.5
Total Budgeted Expenditures	9,486.0	8,711.2	7,822.0	6,864.5
Appropriated Expenditures				
Federal Programs	2,093.4	2,084.0	2,023.9	1,926.7
All Other	1,166.9	1,113.9	1,035.5	949.4
Total Appropriated Expenditures	3,260.3	3,197.9	3,059.4	2,876.1
Total All Expenditures	$12,746.3	$11,909.1	$10,881.4	$ 9,740.6
UNDESIGNATED FUND BALANCES				
General Fund	$ 565.0	$ 444.5	$ 716.8	$ 485.3
Property Tax Relief Fund	157.0	76.5	94.8	92.2
Casino Revenue Fund	163.7	125.0	73.5	67.6
Casino Control Fund	(2.2)	(2.0)	7.7	—
Gubernatorial Elections Fund	(.9)	(3.0)	(1.7)	.6

1983	1982	1981	1980	1979	1978
$1,660.3	$1,379.9	$1,263.5	$1,179.9	$1,097.7	$1,003.0
1,391.6	1,259.0	1,106.2	968.8	838.5	748.9
791.0	868.8	775.7	644.8	556.3	515.2
282.3	280.8	278.0	280.9	297.8	295.7
280.3	265.5	266.3	267.5	250.8	233.5
214.5	177.4	176.2	170.6	169.9	170.1
146.2	126.8	123.3	111.0	100.4	96.3
295.0	220.3	176.0	145.9	122.0	96.0
—	—	18.8	75.4	74.8	71.3
165.5	129.2	102.6	71.0	26.0	2.5
1,016.3	848.2	776.0	751.5	781.5	687.2
6,243.0	5,555.9	5,062.6	4,667.3	4,315.7	3,919.7
1,769.6	1,614.8	1,615.5	1,588.1	1,396.2	1,238.2
929.1	857.3	766.6	395.7	201.0	207.3
2,698.7	2,472.1	2,382.1	1,983.8	1,597.2	1,445.5
$8,941.7	$8,028.0	$7,447.7	$6,651.1	$5,912.9	$5,365.2
$3,504.9	$3,308.8	$2,674.2	$2,502.2	$2,385.4	$2,089.3
2,491.9	2,200.1	2,328.9	2,055.1	1,834.1	1,661.2
40.7	60.7	58.9	165.2	192.3	180.0
238.9	185.6	173.2	164.5	162.0	144.4
6,276.4	5,755.2	5,235.2	4,887.0	4,573.8	4,074.9
1,717.2	1,638.3	1,661.4	1,542.5	1,353.8	1,198.1
874.7	820.0	709.3	308.5	174.3	165.4
2,591.9	2,458.3	2,370.7	1,851.0	1,528.1	1,363.5
$8,868.3	$8,213.5	$7,605.9	$6,738.0	$6,101.9	$5,438.4
$ 96.2	$ 78.7	$ 188.1	$ 228.7	$ 217.2	$ 164.1
—	28.6	58.5	28.8	1.0	117.4
47.3	32.0	58.5	28.9	8.9	1.5
(3.5)	(5.1)	(.1)	(8.0)	(4.0)	—
(.8)	(2.4)	(4.2)	2.8	1.4	.2

STATE OF NEW JERSEY
FIFTY LARGEST EMPLOYERS

Rank	Name	New Jersey Employment 1986
1	American Telephone & Telegraph Co.	50,000
2	Shop Rite Supermarkets	30,000
3	New Jersey Bell Telephone Co.	19,600
4	Supermarkets General Corp.	18,392
5	The Prudential Insurance Co.	18,043
6	General Electric/RCA	16,000
7	Sears, Roebuck and Co.	15,368
8	Public Service Enterprise Group, Inc.	13,600
9	Johnson & Jonhson	12,974
10	R. H. Macy's	12,000
11	First Fidelity Bancorporation	9,958
12	Marriott Corporation	9,913
13	Great Atlantic and Pacific Tea Company	9,850
14	Allied-Signal, Inc.	8,000
15	U.P.S.	7,876
16	General Motors Corp.	7,648
17	Hoffmann-La Roche, Inc.	7,500
18	Acme Markets, Inc.	7,200
19	Midlantic Corporation	7,110
20	Bell Communications Research	6,848
21	IBM	6,800
22	K-Mart	6,530
23	Exxon Corp.	6,500
24	ITT	6,000
25	J.C. Penny Co., Inc.	5,600
26	E. I. duPont de Nemours & Co., Inc.	5,486
27	United Jersey Banks	5,436
28	GPU Service Corp.	5,249
29	The Singer Company	5,000
30	Merrill Lynch	5,000
31	North American Philips Corp.	5,000
32	R.J. Reynolds/Nabisco	4,860
33	Squibb Corporation	4,500
34	American Cyanamid	4,484
35	Merck & Co., Inc.	4,450
36	Stop & Shop	4,300
37	Schering-Plough Corporation	4,168
38	Mobil Corporation	3,944
39	Trump Plaza Hotel/Casino	3,883
40	Resorts International Hotel/Casino	3,814
41	Harrah's Marino Hotel/Casino	3,700
42	Automatic Data Processing, Inc.	3,511
43	Village Supermarkets, Inc.	3,500
44	First Jersey National Corp.	3,456
45	Ceasars Boardwalk Regency Hotel/Casino	3,452
46	Trump Castle	3,400
47	Bally's Park Place Casino/Hotel	3,349
48	Campbell Soup Company	3,300
49	Warner-Lambert Co.	3,281
50	CPC International, Inc.	3,254

Source: *New Jersey Business*, New Jersey Business & Industry Association, "Top 100 Corporate Employers, May 1987." Data reprinted with the permission of the New Jersey Business & Industry Association.

STATE OF NEW JERSEY
FUTURE DEBT SERVICE ON OUTSTANDING BONDS

Fiscal Year	Interest	Principal	Interest and Principal
1988	$ 181,758,575	$ 166,615,000	$ 348,373,575
1989	171,025,666	185,051,000	356,076,666
1990	159,202,866	183,106,000	342,308,866
1991	147,263,823	179,750,000	327,013,823
1992	135,165,262	171,517,000	306,682,262
1993	123,807,913	171,533,000	295,340,913
1994	112,316,559	174,259,000	286,575,559
1995	101,061,188	175,125,000	276,186,188
1996	90,182,131	161,741,000	251,923,131
1997	79,670,081	161,821,000	241,491,081
1998	69,412,317	146,594,000	216,006,317
1999	59,710,141	143,817,000	203,527,141
2000	50,040,980	141,544,000	191,584,980
2001	40,477,281	141,494,000	181,971,281
2002	31,232,638	123,057,000	154,289,638
2003	22,942,010	105,470,000	128,412,010
2004	16,262,428	81,802,000	98,064,428
2005	10,435,601	60,656,000	71,091,601
2006	6,517,358	39,487,000	46,004,358
2007	3,745,740	34,846,000	38,591,740
2008	1,608,796	25,155,000	26,763,796
	$1,613,839,354	$2,774,440,000	$4,388,279,354

Source: New Jersey Department of the Treasury, Office of Management and Budget.

STATE OF NEW JERSEY
RATIO OF GENERAL LONG-TERM DEBT TO ASSESSED VALUE AND DEBT PER CAPITA
(Expressed in thousands except as indicated)

				General Long-Term Debt	
Fiscal Year	Population	Assessed Value (1)	General Long-Term Debt Outstanding	Ratio to Assessed Value	Per Capita
1978	7,342	$ 89,766,686	$1,589,105	1.77%	$216.44
1979	7,356	97,007,989	1,712,725	1.77	232.83
1980	7,373	103,510,954	1,755,530	1.70	238.10
1981	7,377	111,037,882	1,827,320	1.65	247.71
1982	7,421	120,514,694	2,034,445	1.69	274.15
1983	7,438	134,575,206	2,226,855	1.65	299.39
1984	7,468	152,159,611	2,236,620	1.47	299.45
1985	7,517	163,500,088	2,435,760	1.49	324.12
1986 (R)	7,561	188,024,618	2,479,055	1.32	327.87
1987	7,620	220,189,877	2,774,440	1.26	364.10

Sources: New Jersey Department of the Treasury, **Annual Report of the Division of Taxation.**
New Jersey Department of the Treasury, Division of Budget and Accounting.
(1) Includes Real and Personal Property.
(R) Revised

STATE OF NEW JERSEY
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL AND PER CAPITA INCOME
(Expressed in thousands except as indicated)

Year	Population	Assessed Valuation of Real Property	True Valuation of Real Property	Personal Income (millions) (R)	Per Capita Income (R)
1977	7,342	$ 81,947,717	$101,661,442	$ 61,290	$ 8,348
1978	7,356	88,096,325	107,801,263	68,047	9,250
1979	7,373	95,245,570	116,502,954	75,769	10,277
1980	7,377	101,750,296	131,459,546	85,414	11,579
1981	7,421	109,247,254	149,657,502	95,189	12,853
1982	7,438	118,602,475	168,413,583	102,666	13,823
1983	7,468	132,414,236	182,865,529	111,163	14,894
1984	7,517	149,748,875	195,130,647	122,190	16,268
1985	7,561 (R)	164,130,499	216,199,233	131,542	17,398
1986	7,620	185,793,541	246,142,876	141,919	18,626

Sources: Department of the Treasury, **Annual Report of the Division of Taxation.**
N.J. Department of Labor, Office of Demographic & Economic Analysis.
(R) Revised

STATE OF NEW JERSEY
POPULATION AND EMPLOYMENT TRENDS
(Expressed in Thousands)

Year	Population	Civilian Labor Force	Resident Employment	Unemployment	New Jersey Unemployment Rate	U.S. Unemployment Rate
1977	7,342	3,383	3,065	317	9.4%	7.1%
1978	7,356	3,457	3,209	248	7.2	6.1
1979	7,373	3,570	3,323	247	6.9	5.8
1980	7,377	3,594	3,334	260	7.2	7.1
1981	7,421	3,593	3,330	263	7.3	7.6
1982	7,438	3,632	3,306	326	9.0	9.7
1983	7,468	3,673	3,385	288	7.8	9.6
1984	7,517	3,825	3,589	236	6.2	7.5
1985	7,561 (R)	3,853	3,617	218	5.7	7.2
1986	7,620	3,892	3,696	196	5.0	7.0

Sources: New Jersey Department of Labor, "New Jersey Economic Indicators."
New Jersey Department of Labor, Division of Planning and Research.
(R) Revised

STATE OF NEW JERSEY
MANUFACTURING AND NON-MANUFACTURING EMPLOYMENT
(Expressed in Thousands)

	1976	1981	1986	Percentage Change from 1976-1986	Percentage of Total Employment 1986
Manufacturing					
Durable Goods					
Electrical Machinery	86.8	91.6	89.8	3.5%	2.6%
Non-Electric Machinery	67.5	72.5	55.9	(17.2)	1.6
Fabricated Metals	59.4	58.8	49.2	(17.2)	1.4
Stone, Clay and Glass	36.1	30.9	24.5	(32.1)	.7
Instruments	31.3	37.1	32.8	4.8	.9
Other	81.9	83.8	72.0	(12.1)	2.1
Total Durable	3[illegible]3.0	374.7	324.2	(10.7)	9.3
Non-Durable Goods					
Chemicals	122.4	128.9	117.5	(4.0)	3.4
Apparel	61.1	56.1	45.1	(26.2)	1.3
Food	52.7	48.1	49.5	(6.1)	1.4
Rubber and Plastics	32.0	37.3	36.2	13.1	1.0
Paper	33.2	31.3	29.1	(12.3)	.9
Other	91.8	94.7	91.2	(.7)	2.6
Total Non-Durable	393.2	396.4	368.6	(6.3)	10.6
Total Manufacturing	756.2	771.1	692.8	(8.4)	19.9
Non-Manufacturing					
Trade	618.5	690.6	832.8	34.6	23.9
Services	488.0	638.9	831.2	70.3	23.8
Government	480.5	529.0	535.7	11.5	15.4
Transportation, Communication and Public Utility	176.0	196.5	229.8	30.6	6.5
Finance, Insurance, and Real Estate	138.0	161.8	208.9	51.4	6.0
Contract Construction	93.9	108.7	153.5	63.5	4.4
Other	2.7	2.3	2.2	(18.5)	.1
Total Non-Manufacturing	1,997.6	2,327.8	2,794.1	40.0	80.1
Grand Total	2,753.8	3,098.9	3,486.9	27.9%	100.0%

Source: New Jersey Department of Labor "New Jersey Economic Indicators" September 1987, Number 275.

STATE OF NEW JERSEY
AVERAGE HOURLY GROSS DOLLAR EARNINGS OF PRODUCTION WORKERS
ANNUAL AVERAGES

	1977	1978	1979	1980	1981	1982	1983	1984	1985	1986
TOTAL MANUFACTURING	$5.82	$6.28	$6.71	$ 7.31	$ 8.02	$ 8.60	$ 9.11	$ 9.50	$ 9.86	$10.13
Durable Goods	5.96	6.41	6.81	7.49	8.23	8.77	9.16	9.58	9.87	10.09
Lumber	4.53	4.50	4.95	5.40	6.01	6.49	6.08	6.29	7.12	7.71
Furniture	4.60	5.08	5.08	5.74	6.15	6.63	7.43	7.62	7.49	8.05
Stone, Clay, and Glass	5.84	6.34	6.64	7.52	8.35	8.77	9.26	9.67	9.92	10.19
Primary Metals	6.10	6.48	7.06	7.55	8.34	8.99	9.23	9.50	9.45	9.82
Fabricated Metals	6.02	6.49	6.92	7.48	8.32	8.81	9.25	9.42	9.94	10.16
Non-Electrical Mach.	6.38	6.87	7.40	8.10	9.06	9.82	9.71	10.07	10.35	10.54
Electrical Mach.	5.71	6.01	6.49	6.93	7.77	8.37	9.03	9.53	9.92	10.27
Transportation Equip.	7.88	8.24	8.83	10.00	11.12	11.84	12.09	13.32	13.31	13.10
Misc. Manufacturing	4.37	4.75	5.07	5.64	6.06	6.51	7.23	7.18	7.94	8.26
Non-Durable Goods	5.71	6.14	6.61	7.18	7.81	8.45	9.06	9.43	9.84	10.16
Food	6.00	6.44	7.05	7.72	8.61	9.46	9.75	10.10	10.42	10.42
Textiles	4.74	5.17	5.53	6.00	6.59	7.13	7.35	7.68	7.96	8.17
Apparel	4.39	4.40	4.70	5.04	5.37	5.60	6.08	6.23	6.43	6.68
Paper	5.41	5.90	6.45	6.88	7.54	8.00	9.30	9.74	10.04	10.30
Printing and Publishing	5.85	6.58	6.96	7.61	8.08	8.79	9.16	9.83	9.99	10.00
Chemicals	6.83	7.34	7.91	8.43	9.36	10.15	10.66	11.20	11.81	12.45
Petroleum	7.96	8.58	9.24	11.01	11.78	13.06	14.84	14.60	14.91	16.21
Rubber and Plastics	4.75	6.03	5.43	5.89	6.42	6.78	7.54	7.59	8.05	8.41
Leather	3.82	4.08	4.40	4.75	4.94	5.12	5.48	5.73	6.13	6.44

Source: New Jersey Department of Labor, Division of Planning and Research.

STATE OF NEW JERSEY
RETAIL SALES, PERSONAL AND PER CAPITA INCOME, AND NEW DWELLING UNITS

Year	Retail Sales ($ Millions)	Personal Income ($ Millions) (R)	Per Capita Income (R)	Value of New Dwelling Units Authorized ($ Thousands)
1977	$24,076	$ 61,290	$ 8,348	$ 998,931
1978	29,003	68,047	9,250	1,262,831
1979	31,997	75,769	10,277	1,274,353
1980	34,274	85,414	11,579	1,010,084
1981	35,976	95,189	12,853	1,022,130
1982	37,584	102,666	13,823	1,003,694
1983	40,543	111,163	14,894	1,837,655
1984	44,840	122,190	16,268	2.678,872
1985	44,860	131,542	17,398	3,659,843
1986	50,808	141,919	18,626	4,243,707

Sources: New Jersey Department of Labor and New Jersey Economic Policy Council.

(R) Revised

STATE OF NEW JERSEY
CASH RECEIPTS FROM FARM MARKETINGS
($ Millions)

Year	Livestock and Products	Crops	Total
1977	$ 98.2	$250.6	$348.8
1978	121.7	277.2	398.9
1979	127.7	287.5	415.2
1980	123.4	319.4	442.8
1981	134.9	359.6	494.5
1982	132.1	379.4	511.5
1983	136.8	384.7	521.5
1984	134.7	403.9	538.6
1985	144.5	442.7	587.2
1986	150.2	432.7	582.9

Source: New Jersey and U.S. Departments of Agriculture.

STATE OF NEW JERSEY
PUBLIC SCHOOL ENROLLMENTS

Year	K-6	7-8	9-12	Total K-12	Pre-K	Non-Graded	Special Ed.	Post-Graduate	Total Other Grades	Total All Grades
1977	667,578	221,033	447,500	1,336,111	3,801	9,611	30,638	1,367	45,417	1,381,528
1978	638,676	210,104	442,561	1,291,341	3,726	9,337	32,493	430	45,986	1,337,327
1979	612,361	198,802	428,741	1,239,904	4,941	8,239	34,528	647	48,355	1,288,259
1980	590,535	190,369	413,884	1,194,788	5,537	7,611	37,361	711	51,220	1,246,008
1981	567,662	186,973	397,700	1,152,335	5,638	6,246	39,540	959	52,383	1,204,718
1982	548,280	189,097	380,932	1,118,309	5,243	5,904	42,321	743	54,211	1,172,520
1983	534,478	186,013	371,113	1,091,604	5,345	4,766	45,324	802	56,237	1,147,841
1984	532,633	172,588	364,741	1,069,962	5,739	4,540	47,838	1,144	59,261	1,129,223
1985	536,199	159,580	358,855	1,054,634	6,029	4,477	49,728	1,326	61,560	1,116,194
1986	543,327	153,059	346,996	1,043,382	6,054	3,952	52,837	1,242	64,085	1,107,467

Source: New Jersey Department of Education, Office of Management Information.
(Enrollments—September 30 of year indicated)

STATE OF NEW JERSEY
SECTOR SUMMARY OF FALL ENROLLMENT
NEW JERSEY COLLEGES AND UNIVERSITIES, 1985 and 1986

Full and Part-Time Sector	Undergraduate		Post-Baccalaureate		Total Enrollments	
	1985 (R)	1986	1985 (R)	1986	1985 (R)	1986
Full-Time Enrollment						
Community Colleges	38,446	37,692	—	—	38,446	37,692
State Colleges	37,242	36,165	482	451	37,724	36,616
Rutgers University	27,950	28,543	3,955	4,012	31,905	32,555
N.J. Inst. of Technology	3,239	3,192	721	923	3,960	4,115
Univ. of Medicine & Dent.	60	179	1,885	1,700	1,945	1,879
Independent Colleges	29,926	29,121	6,365	6,044	36,291	35,165
Total Full-Time	136,863	134,892	13,408	13,130	150,271	148,022
Part-Time Enrollment						
Community Colleges	67,926	69,664	—	—	67,926	69,664
State Colleges	21,337	21,346	9,575	9,605	30,911	30,951
Rutgers University	7,458	7,520	8,283	8,464	15,741	15,984
N.J. Inst. of Technology	2,136	1,999	1,399	1,477	3,535	3,476
T. Edison State College	5,034	5,320	—	—	5,034	5,320
Univ. of Medicine & Dent.	30	105	139	149	169	254
Independent Colleges	12,568	12,518	11,499	11,210	24,067	23,728
Total Part-Time	116,489	118,472	30,895	30,905	147,384	149,377
Full and Part-Time						
Community Colleges	106,372	107,356	—	—	106,372	107,356
State Colleges	58,579	57,511	10,057	10,056	68,636	67,567
Rutgers University	35,408	36,063	12,238	12,476	47,646	48,539
N.J. Inst. of Technology	5,375	5,191	2,120	2,400	7,495	7,591
T. Edison State College	5,034	5,320	—	—	5,034	5,320
Univ. of Medicine & Dent.	90	284	2,024	1,849	2,114	2,133
Independent Colleges	42,494	41,639	17,864	17,254	60,358	58,893
Total Full and Part-Time	253,352	253,364	44,303	44,035	297,655	297,399

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities."
(R) 1985 figures revised.

STATE OF NEW JERSEY
PUBLIC AND INDEPENDENT COLLEGE ENROLLMENT SUMMARY

FULL-TIME UNDERGRADUATE ENROLLMENT

Year	Community Colleges	State Colleges	Other Public 4-Year (1)	Independent Colleges	Total
1977	41,372	44,700	30,696	34,310	151,078
1978	39,885	44,138	31,457	34,263	149,743
1979	43,011	43,508	31,693	35,058	153,270
1980	44,597	43,750	31,144	35,249	154,740
1981	44,766	43,009	31,503	34,092	153,370
1982	45,693	42,419	31,196	33,969	153,277
1983	45,344	40,720	30,858	32,548	149,470
1984	41,171	38,744	30,835	31,242	141,992
1985 (R)	38,446	37,242	31,249	29,926	136,863
1986	37,692	36,165	31,914	29,121	134,892
PART-TIME UNDERGRADUATE ENROLLMENT					
1977	53,743	21,447	12,903	13,175	101,268
1978	58,836	23,285	14,353	13,164	109,638
1979	61,246	23,804	13,992	12,836	111,878
1980	66,540	23,668	13,418	13,097	116,723
1981	69,114	24,055	13,452	13,723	120,344
1982	72,638	24,144	13,148	13,400	123,330
1983	71,868	23,108	13,775	12,947	121,698
1984	68,802	22,599	14,603	13,028	118,492
1985 (R)	67,926	21,337	14,658	12,568	116,489
1986	69,664	21,346	14,944	12,518	118,472

Source: New Jersey Department of Higher Education, "Opening Fall Enrollments New Jersey Colleges and Universities."

(1) Includes Rutgers University, New Jersey Institute of Technology, the University of Medicine and Dentistry's School of Allied Health Professions, and Thomas A. Edison State College.

(R) 1985 figures revised.

STATE OF NEW JERSEY
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Fiscal Year	Principal	Interest	Total Debt Service	State Expenditures	Ratio of Debt Service to Total State Expenditures
1978	$ 64,115,000	$ 80,307,235	$144,422,253	$4,074,953,540	3.54
1979	76,380,000	85,626,426	162,006,426	4,573,809,761	3.54
1980	77,195,000	87,278,221	164,473,221	4,887,021,448	3.37
1981	85,210,000	87,978,743	173,188,743	5,235,128,551	3.31
1982	85,875,000	99,753,106	185,628,106	5,755,234,238	3.23
1983	107,590,000	131,332,870	238,922,870	6,276,348,823	3.81
1984	115,595,000	150,930,350	266,525,350	6,864,530,156	3.88
1985	138,000,000	159,201,696	297,201,696	7,822,039,674	3.80
1986	136,705,000	159,127,584	295,832,584	8,711,173,294	3.40
1987	150,750,000	165,576,977	316,326,977	9,485,990,227	3.33

STATEMENT OF CHANGES IN BONDED DEBT

Fiscal Year	Outstanding	Issued	Retired	Outstanding
1978	$1,533,220,000	$120,000,000	$ 64,115,000	$1,589,105,000
1979	1,589,105,000	200,000,000	76,380,000	1,712,725,000
1980	1,712,725,000	120,000,000	77,195,000	1,755,530,000
1981	1,755,530,000	150,000,000	78,210,000	1,827,320,000
1982	1,827,320,000	300,000,000	92,875,000	2,034,445,000
1983	2,034,445,000	300,000,000	107,590,000	2,226,855,000
1984	2,226,855,000	125,000,000	115,595,000	2,236,260,000
1985	2,236,260,000	600,000,000	400,500,000	2,435,760,000
1986	2,435,760,000	180,000,000	136,705,000	2,479,055,000
1987	2,479,055,000	610,735,000	315,350,000	2,774,440,000

Source: Department of the Treasury, Division of Budget and Accounting.

REVENUE STATEMENTS
BUDGETARY BASIS

STATE OF NEW JERSEY
SUPPLEMENTARY REVENUE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

The revenues collected are applied principally to one of five funds—the General Fund, the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund, or the Gubernatorial Elections Fund. Revenues are recorded as either anticipated revenue or appropriated revenue. Anticipated revenue is utilized to support the appropriations in the annual Appropriations Act. Such revenues are not available for expenditure unless specifically appropriated by the Legislature. Appropriated revenues are such monies not previously anticipated or budgeted, which upon receipt, increase appropriation balances as authorized in the Appropriations Act, and from which expenditures may be made. Most federal aid, except Indirect Cost Recovery, is recorded as appropriated revenue and represents 61.0 per cent of all appropriated revenue. Total revenue from all sources for fiscal year 1987 amounted to $12,746 million, an increase of $767 million, or 6.4 per cent over fiscal year 1986.

ANTICIPATED (BUDGETED) REVENUE

Anticipated revenues support what is normally referred to as the Governor's Budget. For fiscal year 1987, these revenues totaled $9,827 million. This compares to $8,633 million reported in 1986, and shows an increase of $1,195 million, or 13.8 per cent. $553 million (a 27.0 per cent increase) of the increase relates to proceeds from the Income Tax, which is dedicated by constitutional amendment for property tax relief, and $296 million (an 11.3 per cent increase) relates to proceeds from the Sales Tax.

A description of the major categories of revenue sources within the five funds and a description of the principal taxes are discussed in the following.

GENERAL FUND

Major Taxes

The major taxes category is composed of seventeen taxes or fees which are levied within the State. The majority of the revenue is generated from the sale and use of goods and services; general business taxes, which are received from various corporations; motor vehicle fees; a public utility excise tax; and other excise taxes. These taxes amounted to $5,648 million, an increase of 9.9 per cent or $509 million over fiscal year 1986. A description of the five largest sources, all raising in excess of $200 million, follows.

- **The Sales Tax Act** imposes a tax at the rate of 6 per cent on receipts from (a) retail sale, rental, or use of tangible personal property; (b) retail sale of producing, fabricating, processing, installing, maintaining, repairing, storage, and certain advertising services; (c) sales of restaurant meals; (d) rental of hotel and motel rooms; and (e) certain admission charges. Sales of food, clothing, and other specified items are exempt from collection of the tax.
- **The Cigarette Tax** is imposed at the rate of $.24 per package of twenty cigarettes. The tax is collected primarily from licensed distributors who receive the cigarettes directly from out-of-state manufacturers. P.L. 1982, c.40, approved June 17, 1982, added a $.05 per package surtax.
- **The Motor Fuels Tax** applies to sales of gasoline, diesel fuel, or liquified petroleum gas and compressed natural gas used in motor vehicles on public highways. The tax is $.08 per gallon for gasoline and diesel fuel, and half the rate for the other gases.
- **The Motor Vehicle Fees** include automobile and truck registrations, drivers' licenses, and miscellaneous fees collected by the Division of Motor Vehicles.
- **The Corporation Business Tax** imposes a franchise tax for the privilege of having or exercising a corporate charter or doing business, employing or owning capital or property, or maintaining an office in New Jersey. The tax is applicable to every corporation not expressly exempted. The effective rate is 9 per cent of net income. In addition, a net worth tax is levied on business at various rates ranging from 2/10 of a mill to 2 mills per dollar. P.L. 1982, c.54, approved June 30, 1982, begins a phase-out of the net worth tax over a period of 4 years.

Miscellaneous Taxes, Licenses, and other Departmental Fees

This category includes revenues received by the various state agencies. Typical items include tuition from students at the state colleges, recreation and boating fees, institutional and patient fees, investment earnings, and the like. Between fiscal years 1986 and 1987 these revenues increased from $723 million to $777 million.

Interfund Transfers

The Interfund Transfers category includes monies which were received into various bond and trust funds because of legal or statutory requirements, and then subsequently transferred into the General Fund as anticipated revenue for expenditure purposes. Included in these types of revenue are the monies received by the State Lottery, interest earned on investments of bond funds, and the monies received from taxes levied on New York residents working in New Jersey. The latter tax is commonly referred to as "Commuter Tax." These revenues totaled $550 million, an increase of $55 million over that realized in fiscal year 1986.

PROPERTY TAX RELIEF FUND

The Gross Income Tax

This tax is calculated at 2 per cent on the first $20,000 of taxable income, 2.5 per cent on amounts to $50,000, and 3.5 per cent on amounts in excess of $50,000. For fiscal year 1987, this tax yielded $2,605.9 million for property tax relief—an increase of $553.3 million over the prior year. All monies in the fund must be appropriated exclusively for reducing or offsetting property taxes.

GUBERNATORIAL ELECTIONS FUND

A taxpayer can voluntarily indicate that $1 of his income tax can be set aside into this special fund. Such monies are used to finance a portion of the expenses of gubernatorial primary and general elections. Total payments to this fund were $1.6 million in fiscal year 1987.

CASINO CONTROL FUND

License fees for the issuance and annual renewal of casino licenses, slot machines, non-refundable deposits for each application for a license, and fees for the issuance of various work permits are deposited into the Casino Control Fund. Such revenues are used to support the operation of the Casino Control Commission and the Division of Gaming Enforcement. The total revenue collected was $47.3 million, a decrease of $12.6 million from fiscal year 1986.

CASINO REVENUE FUND

A tax of 8 per cent on the gross revenue of all casinos is deposited into the Casino Revenue Fund. All monies in this fund must be used for reduction in property taxes or utility and rental charges of eligible disabled residents and senior citizens. The total tax collected was $199.5 million, an increase of $13.9 million over fiscal year 1986.

APPROPRIATED REVENUE

All appropriated revenue is deposited into the General Fund. These revenues include most of the federal aid received by the State, except for General Revenue Sharing, and certain revenues collected by the State and directly utilized by either a state agency or disbursed to a local government for a specific purpose enacted by statute. Federal aid totaled $2,080 million in fiscal year 1987, which is a decrease of $62.0 million from the amount received in fiscal year 1986. Of the $2,080 million, the Department of Human Services received $1,361 million, or 65.4 per cent, for such programs as Aid for Dependent Children, social services, and low-income energy assistance. The Department of Education received $255 million or 12.3 per cent of the total for such programs as child nutrition, disadvantaged and handicapped children, and vocational education. The Department of Labor received $185 million, or 8.9 per cent of the total, for various work programs, employment services, and vocational rehabilitation services. The Department of Transportation received $43 million, or 2.1 per cent of the total for various highway construction, airport, electrical, and traffic control projects.

Some of the kinds of state appropriated revenue received by departments and agencies for specific purposes include: Second Injury Workers' Compensation Insurance Tax, certain corporation taxes from banks (which are disbursed to local governments), and auxiliary services and extension program income at the state colleges.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
MAJOR TAXES				
Sales	$2.767,000,000	$2,822,234,295	102	$ 55,234,295
Corporation business	1,080,000,000	1,129,229,561	105	49,229,561
Motor fuels	319,000,000	321,103,155	101	2,103,155
Motor vehicle fees	337,500,000	349,977,762	104	12,477,762
Cigarette	217,000,000	210,954,509	97	(6,045,491)
Transfer inheritance	165,000,000	190,368,352	115	25,368,352
Public utility excise	117,000,000	121,692,770	104	4,692,770
Insurance premiums	126,000,000	142,536,429	113	16,536,429
Alcoholic beverage wholesale sales	85,000,000	88,462,098	104	3,462,098
Alcoholic beverage excise	59,000,000	57,886,041	98	(1,113,959)
Corporation business—Banks and financial institutions	62,000,000	59,840,620	97	(2,159,380)
Business personal property	26,000,000	29,786,820	115	3,786,820
Realty transfer	50,000,000	66,943,567	134	16,943,567
Motor fuel use	24,500,000	22,438,865	92	(2,061,135)
Pari-mutuel	6,000,000	7,378,960	123	1,378,960
Savings Institutions	12,000,000	25,563,861	213	13,563,861
TOTAL MAJOR TAXES	5,453,000,000	5,646,397,665	104	193,397,665
MISCELLANEOUS TAXES, FEES, REVENUES				
Executive Branch:				
Department of Agriculture:				
Animal health—laboratory test fees	50,000	50,017	100	17
Fertilizer inspection and other fees	150,000	150,414	100	414
Milk control licenses and fees	390,000	372,409	95	(17,591)
Other animal plant disease and pest control fees	15,000	7,650	51	(7,350)
Seed certification programs	5,000	5,000	100	—
Total Department of Agriculture	610,000	585,490	96	(24,510)
Department of Banking:				
Bank assessments	1,618,000	1,640,129	101	22,129
Examination fees	1,700,000	1,696,641	100	(3,359)
Licenses and other fees	877,000	1,210,896	138	333,896
New Jersey Cemetery Board	86,000	91,449	106	5,449
Total Department of Banking	4,281,000	4,639,115	108	358,115
Department of Community Affairs:				
Boarding home fees	415,000	614,102	148	199,102
Construction fees	1,250,000	1,308,879	105	58,879
Housing inspection fees	2,350,000	2,350,000	100	—
Planned real estate development fees	450,000	450,000	100	—
Total Department of Community Affairs	4,465,000	4,722,981	106	257,981

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Department of Education:				
Katzenbach School for the Deaf—Tuition	2,648,000	2,467,001	93	(180,999)
Licensing fees—Miscellaneous	195,000	491,982	252	296,982
Non-public schools	625,000	155,692	25	(469,308)
Total Department of Education	3,468,000	3,114,675	90	(353,325)
Department of Energy:				
Assessments—Cable TV	1,310,000	1,307,299	100	(2,701)
Assessments—Public Utility	17,350,000	16,923,073	98	(426,927)
Fees, fines and penalties	125,000	128,512	103	3,512
Total Department of Energy	18,785,000	18,358,884	98	(426,116)
Department of Environmental Protection:				
Air pollution fees	425,000	421,513	99	(3,487)
Examination licensing fees	17,000	17,340	102	340
Forest management sales	43,000	29,670	69	(13,330)
Hunters' and Anglers' License Fund	7,100,000	7,223,110	102	123,110
Marina rentals	819,000	819,000	100	—
Marine Lands Management—Delineation and title determination—School fund	900,000	900,000	100	—
Marine Lands Management—Miscellaneous	25,000	55,285	221	30,285
Morris Canal Fund	60,000	69,731	116	9,731
New Jersey Pilot Commissioners	73,000	73,000	100	—
New Jersey Water Supply Authority Debt Service Repayment	1,291,000	1,291,000	100	—
Parks management	2,867,000	3,057,110	107	190,110
Pesticide control	—	111,070	—	111,070
Radiation protection	433,000	363,952	84	(69,048)
Shell fisheries leases	310,000	245,224	79	(64,776)
Solid waste management fees	882,000	820,846	93	(61,154)
Water monitoring and planning	148,000	148,000	100	—
Water pollution fees	110,000	1,773,401	1,612	1,663,401
Total Department of Environmental Protection	15,503,000	17,419,252	112	1,916,252
Department of Health:				
Licenses, permits and fees	1,000,000	987,979	99	(12,021)
Total Department of Health	1,000,000	987,979	99	(12,021)

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Department of Higher Education:				
Bond interest recoveries	358,000	358,478	100	478
School of Conservation	475,000	475,408	100	408
Thomas A. Edison College				
Tuition—Regular	544,000	742,414	136	198,414
Glassboro State College				
Miscellaneous institutional support	35,000	47,044	134	12,044
Other student fees	68,000	78,883	116	10,883
Tuition—Regular	6,560,000	6,560,000	100	—
Jersey City State College				
Miscellaneous institutional support	26,000	46,135	177	20,135
Other student fees	44,000	41,615	95	(2,385)
Tuition—Regular	5,434,000	5,212,459	96	(221,541)
Kean College of New Jersey				
Miscellaneous institutional support	104,000	135,217	130	31,217
Other student fees	96,000	104,732	109	8,732
Tuition—Regular	8,942,000	8,942,000	100	—
William Paterson College				
Miscellaneous institutional support	107,000	115,896	108	8,896
Other student fees	82,000	71,657	87	(10,343)
Tuition—Regular	6,787,000	6,787,000	100	—
Montclair State College				
Miscellaneous institutional support	65,000	74,740	115	9,740
Other student fees	118,000	131,236	111	13,236
Tuition—Regular	10,309,000	10,265,316	100	(43,684)
Trenton State College				
Miscellaneous institutional support	5,000	6,909	138	1,909
Other student fees	85,000	86,564	102	1,564
Tuition—Regular	6,347,000	6,346,700	100	(300)
Ramapo College of New Jersey				
Miscellaneous institutional support	23,000	19,410	84	(3,590)
Other student fees	25,000	24,186	97	(814)
Tuition—Regular	2,899,000	2,899,000	100	—
Richard Stockton State College				
Miscellaneous institutional support	30,000	39,131	130	9,131
Other student fees	38,000	51,860	136	13,860
Tuition—Regular	4,218,000	4,218,000	100	—
Total Department of Higher Education	53,824,000	53,881,990	100	57,990

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Department of Human Services:				
Adoption law fees	150,000	127,655	85	(22,345)
Recoveries—wage reporting	—	1,859,301	—	1,859,301
Patients and residents recoveries:				
Developmental Centers:				
Edward R. Johnstone Training and Research Center	2,200,000	2,845,601	129	645,601
Green Brook Regional Center	1,400,000	1,645,015	118	245,015
Hunterdon Development Center	8,700,000	8,485,672	98	(214,328)
North Princeton Development Center	8,000,000	7,219,677	90	(780,323)
New Lisbon Development Center	7,700,000	9,269,274	120	1,569,274
North Jersey Development Center	6,600,000	7,114,878	108	514,878
Vineland Development Center	15,900,000	17,886,924	112	1,986,924
Woodbine Development Center	8,300,000	9,310,728	112	1,010,728
Woodbridge Development Center	8,200,000	8,857,040	108	657,040
Psychiatric hospitals:				
Ancora Psychiatric Hospital	13,000,000	14,516,690	112	1,516,690
Arthur Brisbane Child Center at Allaire	1,000,000	2,193,815	219	1,193,815
Forensic Psychiatric Hospital	2,500,000	2,168,074	87	(331,926)
Hagedorn Center for Geriatrics	3,200,000	3,111,171	97	(88,829)
Greystone Park Psychiatric Hospital	19,500,000	18,967,218	97	(532,782)
Marlboro Psychiatric Hospital	15,400,000	17,600,761	114	2,200,761
Trenton Psychiatric Hospital	13,400,000	11,552,854	86	(1,847,146)
Soldiers homes:				
Menlo Park	3,400,000	3,232,789	95	(167,211)
Vineland	2,600,000	2,467,864	95	(132,136)
Paramus	—	313,042	—	313,042
Special residential services	15,000,000	15,967,710	106	967,710
Total Department of Human Services	156,150,000	166,713,753	107	10,563,753
Department of Insurance:				
Actuarial Services	900,000	901,707	100	1,707
Licensing and enforcement	4,315,000	4,384,647	102	69,647
Real Estate Commission	2,475,000	2,662,393	108	187,393
Total Department of Insurance	7,690,000	7,948,747	103	258,747
Department of Labor:				
Licenses, permits and fines	760,000	821,874	108	61,874
Special Compensation Fund	998,000	998,000	100	—
Total Department of Labor	1,758,000	1,819,874	104	61,874

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Department of Law and Public Safety:				
Amusement Games Control fees	200,000	278,386	139	78,386
Beverage licenses	4,150,000	3,696,942	89	(453,058)
Bus Excise Tax	325,000	57,624	18	(267,376)
Division of Consumer Affairs:				
General revenues:				
Bureau of Securities	1,778,000	172,655	10	(1,605,345)
Consumer fines	60,000	125,717	210	65,717
Kosher Food Inspection	20,000	10,625	53	(9,375)
Legalized Games of Chance Control	410,000	400,730	98	(9,270)
Private Employment Agencies	285,000	364,409	128	79,409
Weights and Measures—General	140,000	181,365	130	41,365
Professional examining board fees:				
State Board of Architects	284,000	284,000	100	—
State Board of Audiology and Speech—Language Pathology Advisory	70,000	62,000	89	(8,000)
State Board of Barber Examiners	168,000	168,000	100	—
State Board of Beauty Culture	647,000	647,000	100	—
State Board of Certified Public Accountants	482,000	482,000	100	—
State Board of Dentistry	286,000	286,000	100	—
State Board of Electrical Contractors	215,000	215,000	100	—
State Board of Examiners of Master Plumbers	206,000	147,000	71	(59,000)
State Board of Examiners of Ophthalmic Dispensers and Ophthalmic Technicians	102,000	102,000	100	—
State Board of Marriage Counselor Examiners	43,000	43,000	100	—
State Board of Medical Examiners	1,290,000	1,335,733	104	45,733
State Board of Mortuary Science	139,000	139,000	100	—
State Board of Nursing	1,018,000	1,018,000	100	—
State Board of Optometrists	100,000	100,000	100	—
State Board of Pharmacy	678,000	678,000	100	—
State Board of Physical Therapy	103,000	103,000	100	—
State Board of Professional Engineers and Land Surveyors	258,000	258,000	100	—
State Board of Professional Planners	87,000	87,000	100	—
State Board of Psychological Examiners	80,000	80,000	100	—
State Board of Public Movers and Warehousemen	135,000	135,000	100	—
State Board of Shorthand Reporting	19,000	19,000	100	—
State Board of Veterinary Medical Examiners	89,000	89,000	100	—
Division of State Police:				
Private Detective Licenses	550,000	515,305	94	(34,695)
Other Licenses	250,000	302,683	121	52,683
Auto body repair shop licensing	—	519,259	—	519,259
Motor Vehicle Security Responsibility Law Administration	5,355,000	5,355,000	100	—
Motor vehicle surcharge program	7,800,000	7,345,092	94	(454,908)
Pleasure boat licenses	1,400,000	1,400,000	100	—
Other boating fees	75,000	58,123	77	(16,877)
Total Department of Law and Public Safety	29,297,000	27,261,648	93	(2,035,352)

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Department of State:				
Administrative Laws—Fees	1,717,000	1,348,095	79	(368,905)
Commissions	900,000	679,373	75	(220,627)
General revenues—Fees	9,307,000	8,535,874	92	(771,126)
Uniform Commercial Code—Fees	2,236,000	1,919,091	86	(316,909)
Total Department of State	14,160,000	12,482,433	88	(1,677,567)
Department of Transportation:				
Applications and highway permits	603,000	673,463	112	70,463
Autonomous transportation authorities	25,000,000	24,750,000	99	(250,000)
Outdoor advertising	245,000	239,595	98	(5,405)
Total Department of Transportation	25,848,000	25,663,058	99	(184,942)
Department of the Treasury				
Coin operated telephones	60,000	83,825	140	23,825
Escheats, Personal Property (14 year law)	200,000	441,520	221	241,520
Interest on deposits	2,000,000	1,008,932	50	(991,068)
Investment earnings	15,000,000	56,491,569	377	41,491,569
Municipal purposes tax assistance fund	73,000,000	77,259,762	106	4,259,762
New Jersey Sports and Exposition Authority	1,000,000	—	—	(1,000,000)
Public Utility Taxes—Administration	250,000	260,371	104	10,371
Public Utility Gross Receipts and Franchise Taxes	119,000,000	134,400,337	113	15,400,337
Railroad Tax:				
Class II	45,000	40,368	90	(4,632)
Franchise	35,000	2,506,864	7,162	2,471,864
Vending machine commission	150,000	36,311	24	(113,689)
Total Department of the Treasury	210,740,000	272,529,859	129	61,789,859
Miscellaneous Executive Commissions:				
Delaware River Joint Toll Bridge Commission Pennsylvania share	1,101,000	1,179,458	107	78,458
Total Miscellaneous Executive Commissions	1,101,000	1,179,458	107	78,458
Other Sources:				
Miscellaneous revenue	1,500,000	2,205,196	147	705,196
Total Other Sources	1,500,000	2,205,196	147	705,196

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Inter-Departmental Accounts:				
Administration and investment of pension and social security funds	17,500,000	20,293,596	116	2,793,596
Employee maintenance deduction	1,650,000	1,303,020	79	(346,980)
Health benefits contribution reimbursement from special funds	20,000,000	25,430,528	127	5,430,528
Indirect cost recovery—Federal	8,000,000	8,500,000	106	500,000
Other fringe benefit reimbursement from special funds	2,000,000	1,439,680	72	(560,320)
Pension contribution reimbursement from special funds	30,000,000	36,190,922	121	6,190,922
Public employer's contribution reimbursement	10,000,000	15,829,018	158	5,829,018
Reimbursement from Rutgers—Employer's share of employees' benefits	3,500,000	4,021,409	115	521,409
Rent of State building space	2,000,000	1,330,362	67	(669,638)
Social security contribution reimbursement from special funds	22,000,000	25,017,978	114	3,017,978
Total Inter-Departmental Accounts	116,650,000	139,356,513	119	22,706,513
Judicial Branch:				
Court fees	14,000,000	18,249,506	130	4,249,506
Violent Crimes Compensation Act	3,000,000	—	—	(3,000,000)
Total Judicial Branch	17,000,000	18,249,506	107	1,249,506
TOTAL MISCELLANEOUS TAXES, FEES, REVENUES	683,830,000	779,120,411	114	95,290,411
INTERFUND TRANSFERS				
Beaches and Harbor Fund	600,000	422,098	70	(177,902)
Clean Communities Account Fund	—	225,000	—	225,000
Clean Water Fund	1,400,000	2,378,649	170	978,649
Community Development Bond Fund	500,000	481,477	96	(18,523)
Correctional Facilities Construction Fund	3,000,000	1,229,047	41	(1,770,953)
Disability Benefits Liability Fund	85,000	54,388	64	(30,612)
Emergency Flood Control Fund	300,000	295,409	98	(4,591)
Energy Conservation Fund	700,000	423,135	60	(276,865)
Farmland Preservation Fund	400,000	538,169	135	138,169
Fund for Support of Free Public Schools—Investment earnings	4,000,000	3,903,672	98	(96,328)
General Trust Fund	—	915	—	915
Higher Education Assistance Fund	2,000,000	—	—	(2,000,000)
Higher Education Buildings Construction Fund (Act of 1971)	50,000	54,898	110	4,898
Housing Assistance Fund	25,000	123,503	494	98,503
Human Services Facilities Construction Fund	300,000	1,062,591	354	762,591

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF ANTICIPATED REVENUE (Continued)
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Institutional Construction Fund 1978	100,000	86,585	87	(13,415)
Institutions Construction Fund	50,000	70,156	140	20,156
Jobs, Science and Technology Fund	712,000	1,015,869	143	303,869
Medical Education Facilities Fund	50,000	42,885	86	(7,115)
Mortgage Assistance Fund	100,000	464,547	465	364,547
Motor Vehicle Security—Responsibility Fund	18,000	12,383	69	(5,617)
Natural Resources Fund	1,700,000	1,941,538	114	241,538
New Jersey Bridge Rehabilitation and Improvement Fund	1,500,000	1,214,533	81	(285,467)
1983 New Jersey Green Acres Fund	500,000	829,112	166	329,112
Outstanding Checks 6 years & over Escheated	800,000	391,523	49	(408,477)
Outstanding Checks Account	565,000	467,778	83	(97,222)
Pension Contributions	—	23,817	—	23,817
Public Building Construction Fund	50,000	17,577	35	(32,423)
Public Purpose Buildings Construction Fund	2,500,000	2,002,363	80	(497,637)
School Building Aid-Capital Reserve Fund	—	671,206	—	671,206
Shore Protection Fund	500,000	1,001,001	200	501,001
State Disability Benefits Fund	13,559,000	13,559,000	100	—
State Land Acquisition and Development Fund	1,500,000	796,072	53	(703,928)
State Lottery Fund	425,000,000	472,217,797	111	47,217,797
State of New Jersey Cash Management Fund	250,000	632,445	253	382,445
State Recreation and Conservation Land Acquisition and Development Fund (Act of 1974)	1,000,000	790,128	79	(209,872)
State Recreation and Conservation Land Acquisition and Development Fund (Act of 1971)	200,000	139,233	70	(60,767)
State Transportation Fund	400,000	530,885	133	130,885
State Water Development Fund	20,000	19,217	96	(783)
Transportation Fund	—	515,278	—	515,278
Transportation Rehabilitation and Improvement Fund of 1979	5,500,000	3,739,038	68	(1,760,962)
Unclaimed Bank Deposits Escheat Reserve Fund	1,875,000	1,867,965	100	(7,035)
Unclaimed Domestic Life Insurance Escheat Reserve Fund	770,000	834,157	108	64,157
Unclaimed Personal Property Trust Fund	4,705,000	11,652,556	248	6,947,556
Unemployment Benefit Liability Fund	85,000	96,054	113	11,054
Unemployment Compensation Auxiliary Fund	15,792,000	14,913,209	94	(878,791)
Unsatisfied Claim and Judgement Fund	755,000	752,664	100	(2,336)
Water Conservation Fund	1,110,000	843,355	76	(266,645)
Water Supply Fund	1,625,000	4,437,314	273	2,812,314
Worker and Community Right to Know Fund	145,000	70,722	49	(74,273)
TOTAL INTERFUND TRANSFERS	496,796,000	549,852,913	111	53,056,913
TOTAL REVENUES, GENERAL FUND	$6,633,626,000	$6,975,370,989	105	$341,744,989

STATE OF NEW JERSEY
PROPERY TAX RELIEF FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Gross Income Tax	$2,217,000,000	$2,605,907,038	118	$388,907,038
TOTAL PROPERTY TAX RELIEF FUND	$2,217,000,000	$2,605,907,038	118	$388,907,038

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Taxpayers' Designations	$1,600,000	$1,618,051	101	$18,051
TOTAL GUBERNATORIAL ELECTIONS FUND	$1,600,000	$1,618,051	101	$18,051

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Licenses and Fees	$51,017,000	$47,345,518	93	$(3,671,482)
TOTAL CASINO CONTROL FUND	$51,017,000	$47,345,518	93	$(3,671,482)

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF ANTICIPATED REVENUE
YEAR ENDED JUNE 30, 1987

	Anticipated To June 30, 1987	Realized To June 30, 1987		Realization Over (Under) Anticipation
		Amount	Per Cent	
Gross Revenue Tax	$183,000,000	$188,996,098	103	$ 5,996,098
Investment Income	2,000,000	10,498,785	525	8,498,785
TOTAL CASINO REVENUE FUND	$185,000,000	$199,494,883	108	$14,494,883

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATED REVENUE
YEAR ENDED JUNE 30, 1987

	State	Federal	Other	Total
EXECUTIVE BRANCH:				
Chief Executive	$ —	$ 38,458	$ 1,165,000	$ 1,203,458
Agriculture	44,647	883,054	10,723,216	11,650,917
Banking	93,289	—	—	93,289
Commerce and Economic Development	—	5,128,471	377,534	5,506,005
Community Affairs	3,175,222	84,097,342	44,081,540	131,354,104
Corrections	—	580,924	22,506,235	23,087,159
Defense	282,252	4,634,304	21,825	4,938,381
Education	1,328,910	255,406,553	5,543,910	262,279,373
Energy	646,101	1,068,620	3,812,852	5,527,573
Environmental Protection	8,577,785	28,025,476	28,358,467	64,961,728
Health	4,781,675	73,085,093	7,391,526	85,258,294
Higher Education	5,714,827	26,055,930	43,303,904	75,074,661
Human Services	10,394,153	1,361,047,295	64,906,762	1,436,348,210
Insurance	2,066,009	—	646,190	2,712,199
Labor	8,459,784	185,359,541	71,479,720	265,299,045
Law and Public Safety	29,904,805	10,865,045	33,459,766	74,229,616
Personnel	331,083	—	—	331,083
Public Advocate	478,108	648,633	4,582,865	5,709,606
State	1,103,001	614,589	2,202,765	3,920,355
Transportation	1,286,604	42,867,760	12,753,577	56,907,941
Treasury	1,770,974	—	893,319,100	895,090,074
TOTAL EXECUTIVE BRANCH	80,439,229	2,080,407,088	1,250,636,754	3,411,483,071
JUDICIAL BRANCH	5,124	85,293	2,020,634	2,111,051
TOTAL APPROPRIATED REVENUE	$80,444,353	$2,080,492,381	$1,252,657,388	$3,413,594,122

EXPENDITURE STATEMENTS
BUDGETARY BASIS

STATE OF NEW JERSEY
SUPPLEMENTARY EXPENDITURE DATA
FOR THE FISCAL YEAR ENDED JUNE 30, 1987

Expenditures are made against authorized appropriations specifically identified in the annual Appropriations Act or subsequent supplemental appropriations. The term, "expenditures" is commonly referred to as "budgetary expenditures" and includes not only actual disbursements, but also encumbrances. These expenditures are associated with the annual State Budget. The State, however, also makes expenditures against "other authorized appropriations." These appropriations include federal aid and certain receipts known as appropriated revenue. In addition, provisions in the Appropriations Act permit the carrying forward of unexpended balances of prior appropriations.

Total expenditures in the General Fund in fiscal year 1987 were $10,289.0 million, an increase of $664.3 million over fiscal year 1986. General Fund expenditures associated with the 1987 Appropriations Act amounted to $7,028.7 million, an increase of $601.9 million or 9.4 per cent over fiscal year 1986. In addition, expenditures from the Property Tax Relief Fund amounted to $2,240.6 million, and expenditures from the Casino Revenue Fund amounted to $168.4 million. The grand total of expenditures in fiscal year 1987 amounted to $12.7 billion, an increase of $.8 billion or 6.7 per cent over fiscal year 1986.

STATE AID TO LOCAL GOVERNMENTS

State aid was the largest expenditure of the state budget. State aid pertains to those expenditures paid by the State to a local government or non-profit agency to help finance activities which are the responsibility of the local unit. Most state aid expenditures are based upon statutory formula. In fiscal year 1987, 51.0 percent of the State's expenditures consisted of funds which were distributed to homeowners, municipalities, counties, school districts, and for the non-federal share of the Medicaid program. The total amount expended for state aid was $4,838.1 million.

The largest state aid expenditure, $2,910.3 million, was provided for local elementary and secondary education programs. Of this amount, $1,430.8 million was provided as equalization aid to each school district by formula based upon the number of students and the ability of the school district to raise taxes from its own base. In addition, the State provided $277.5 million for special education programs for mentally retarded, visually handicapped, and other children with special needs.

A compensatory education program ($109.4 million) was also funded for those children needing to improve basic skills such as mathematics, reading, etc. The State also expended $613.8 million on behalf of local governments as the employer's share of the Teachers' Pension and Benefits programs, and $157.3 million to pay 90 percent of all approved pupil transportation costs. Additional state aid provided for a portion of the cost of building construction, school lunches, vocational education, adult and continuing education, and local library aid.

State aid expenditures by the Treasury Department totaled $633.4 million in fiscal year 1987. The principal programs funded were homestead rebates to homeowners to provide property tax relief ($298.7 million), the cost of senior citizens' and veterans' property tax deductions ($47.4 million), revenue sharing to municipalities to reduce property taxes ($50.0 million), payment of a portion of the public utilities taxes to qualifying municipalities ($17.9 million), taxes previously paid on business personal property ($159.1 million), and in lieu of tax payments ($14.2 million).

A total of $961.7 million was expended for state aid programs administered by the Department of Human Services. Of that amount, $605.7 million was expended as the State's share of Medicaid, which provides hospital, nursing home, medical, and pharmacist services for those people eligible for a variety of welfare programs. In addition, $257.9 million was expended for welfare programs, $28.1 million for community mental health services, and $52.7 million for youth and family child care services.

Other expenditures of state aid in fiscal year 1987 included aid to county colleges ($92.7 million), municipal aid to eligible urban communities to maintain and upgrade municipal services ($40.1 million), and county welfare equalization aid ($15.0 million).

DIRECT STATE SERVICES

The second largest portion of expenditures in fiscal year 1987 was applied to direct state services programs, under the direct responsibility of the State government's twenty departments, the Executive Office, several commissions, the Legislature, and the Judiciary. In fiscal year 1987, expenditures for direct state services totaled $4,061.9 million and represented 42.8 per cent of expenditures. Some of the major expenditures for direct state services during fiscal year 1987 are described as follows.

A total of $745.8 million was expended by the Department of Higher Education for the support of the state colleges; Rutgers, the State University; the New Jersey Institute of Technology; and the University of Medicine and Dentistry of New Jersey.

A total of $858.0 million was expended for programs administered by the Department of Human Services. Expenditures were made to provide support for day care centers, homemaker services, child abuse prevention, juvenile reform programs, and mental health and mental retardation programs, including the operation of seven psychiatric institutions and seven schools for the retarded. $96.0 million was expended on the Pharmaceutical Assistance to the Aged/Disabled Program.

A total of $643.6 million was expended by the Departments of Law and Public Safety, and Corrections. Among the programs supported by this expenditure were the administration of the State's fourteen correctional facilities and parole activities, the registration and regulation of motor vehicles and licensed drivers, and the investigative and enforcement activities of the State Police.

A total of $313.7 million was expended by the Department of Transportation for the various programs it administers, such as the maintenance and improvement of the State's highway system of 10,519 lane miles, and operating subsidies for railroads and bus companies.

A total of $138.1 million was expended for community development and environmental protection programs, principally for the protection of air, land, forest, wild life, shellfish resources, and for the provision of outdoor recreational facilities.

DEBT SERVICE

The primary method of state financing of capital projects is through the sale of general obligation bonds of the State of New Jersey. These bonds are backed by the full faith and credit of the State. State tax revenues are pledged to meet the principal and interest payments required to fully pay the debt. When the State sells bonds, it commits itself to repay the borrowed amount in full and with interest. Debt service refers to these annual principal and interest payments. The total of principal and interest paid in fiscal year 1987 was $315.2 million, as compared to $295.8 million in fiscal year 1986. Debt service represents 3.3 per cent of the total state expenditures.

CAPITAL CONSTRUCTION

In 1987, $270.8 million, or 2.9 per cent of the state budget, was expended for capital construction. This compares to $273.2 million expended in 1986. Monies expended for capital construction represent the State's effort on a pay-as-you-go basis as contrasted to issuing bonds.

The largest pay-as-you-go capital expenditure was in the area of highway construction ($150.3 million). These monies include federal funds which were matched by state funds for highway construction under one of several federal programs, namely, Interstate Highway Projects, Urban Highway Projects, Rural Highway Projects, and Highway Safety Projects. Other capital monies were used to finance highway projects which were not eligible for federal highway aid. Most of the remaining capital expenditures were for renovations and improvements at state institutions, state colleges and universities.

Capital expenditures are subject to the review and recommendation of the New Jersey Commission on Capital Budgeting and Planning. This permanent Commission was established in November, 1975, and is charged with the preparation of the State Capital Improvement Plan, which contains proposals for state spending for capital projects. The Capital Improvement Plan must be submitted to the Governor and the Legislature by December 1 of each year. The recommendations for capital expenditures from both the General Fund and the bond fund accounts made by the Commission to the Governor and Legislature are recognized in the annual state Budget.

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
LEGISLATIVE BRANCH	$ 37,731,000	$ 13,476,092	$ 35,798,255
EXECUTIVE BRANCH			
Chief Executive's Office	4,166,000	650,573	4,532,848
Agriculture	9,229,000	804,452	8,123,870
Banking	5,305,000	5,418,248	5,124,212
Commerce and Economic Development	38,502,000	1,035,144	34,025,485
Community Affairs	24,130,000	6,368,486	26,094,250
Corrections	310,466,000	29,690,308	307,409,375
Defense	11,437,000	923,222	11,014,410
Education	36,550,000	4,426,906	37,844,851
Energy	19,527,000	3,382,388	21,680,491
Environmental Protection	87,311,000	18,826,435	88,846,698
Health	72,710,500	9,895,077	69,258,151
Higher Education	710,206,000	77,859,069	740,681,647
Human Services	699,596,000	55,993,108	703,320,241
Insurance	10,447,000	3,785,379	11,044,757
Labor	50,256,000	17,198,851	61,429,548
Law and Public Safety	255,961,000	52,462,320	251,905,915
Personnel	17,075,000	3,346,071	18,587,869
Public Advocate	34,306,000	3,337,152	37,159,354
State	29,443,000	3,069,926	25,987,189
Transportation	308,217,000	27,226,805	300,960,768
Treasury	134,367,596	17,930,745	119,045,126
Miscellaneous Executive Commissions	4,544,000	701,650	4,134,795
Inter-Departmental Accounts	824,110,000	(129,960,106)	658,280,713
TOTAL EXECUTIVE BRANCH	3,697,862,096	214,372,209	3,546,492,563
JUDICIAL BRANCH	73,150,000	4,826,960	72,954,498
TOTAL DIRECT STATE SERVICES	$3,808,743,096	$232,675,261	$3,655,245,316

Lapsed	Encumbrances	Continuing Appropriations
$ 179,312	$ 4,055,071	$ 11,174,454
—	151,674	132,051
40,355	1,259,147	610,080
203,949	173,526	5,221,561
64,034	4,274,552	1,173,073
65,246	3,062,598	1,276,392
817,763	22,332,577	9,596,593
411,585	734,003	200,224
198,553	2,510,923	422,579
3,971	629,832	595,094
91,289	12,158,356	5,041,092
2,276,688	8,384,318	2,686,420
376	5,105,801	42,277,245
8,575,878	36,508,235	7,184,754
2,335	2,153,883	1,031,404
393,451	5,432,727	199,125
2,872,999	33,785,774	19,858,632
—	1,092,476	740,726
10,104	418,879	54,815
332,248	5,079,689	1,113,800
102,669	12,732,684	21,647,684
649,693	20,277,412	12,326,110
362,728	289,124	459,003
5,433,630	18,414,863	12,020,688
22,909,544	196,963,053	145,869,145
—	4,049,085	973,377
$23,088,856	$205,067,209	$158,016,976

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
STATE AID			
EXECUTIVE BRANCH			
Commerce and Economic Development	$ 1,647,216	$ 1	$ 1,647,216
Community Affairs	162,240,647	20,884,712	132,113,878
Education	1,100,151,000	10,690,419	1,076,774,131
Environmental Protection	9,388,000	54,286,484	38,349,052
Health	6,239,000	600	5,515,000
Higher Education	96,576,000	1,998,774	92,275,856
Human Services	964,527,000	(5,128,123)	870,244,164
State	5,506,000	—	5,506,000
Transportation	1,700,000	5,424,930	2,654,221
Treasury	224,721,000	649,544	218,471,023
TOTAL EXECUTIVE BRANCH	2,572,695,863	88,807,341	2,443,550,541
TOTAL STATE AID	$2,572,695,863	$88,807,341	$2,443,550,541

Lapsed	Encumbrances	Continuing Appropriations
$ 1	$ —	$ —
3,519,628	35,289,578	12,202,275
10,366,844	16,351,016	7,349,428
50,252	3,761,243	21,513,937
36	724,564	—
—	418,256	5,880,662
7,902,047	81,252,666	—
—	—	—
—	196,472	4,274,237
1,043,252	856,269	5,000,000
22,882,060	138,850,064	56,220,539
$22,882,060	$138,850,064	$56,220,539

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
CAPITAL CONSTRUCTION			
LEGISLATIVE BRANCH	$ —	$ 5,952,767	$ 351,625
EXECUTIVE BRANCH			
Agriculture	500,000	308,298	5,968
Commerce and Economic Development	—	5,000,000	5,000,000
Corrections	6,250,000	67,984,952	9,917,512
Defense	2,014,000	2,500,525	788,130
Education	1,989,000	3,847,649	365,206
Energy	1,030,000	29,227	1,036,870
Environmental Protection	17,955,000	134,982,996	14,431,728
Health	1,000,000	310,960	137,156
Higher Education	12,650,000	43,155,523	9,715,735
Human Services	—	26,185,696	6,433,195
Law and Public Safety	8,331,000	15,262,661	2,845,380
State	620,000	2,477,222	211,175
Transportation	143,000,000	22,837,382	146,510,175
Treasury	21,705,000	45,604,387	9,697,689
Miscellaneous Executive Commissions	2,000	50,176	36,797
TOTAL EXECUTIVE BRANCH	217,046,000	370,537,654	207,132,716
TOTAL CAPITAL CONSTRUCTION	$217,046,000	$376,490,421	$207,484,341

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ 1,029,587	$ 4,571,555
—	11,913	790,417
—	—	—
—	17,503,581	46,813,859
—	949,605	2,776,790
—	392,583	5,078,860
—	11,914	10,443
—	18,687,144	119,819,124
—	685,877	487,927
—	2,362,083	43,727,705
—	2,679,395	17,073,106
—	4,111,674	16,636,607
—	456,150	2,429,897
—	3,742,544	15,584,663
—	10,672,606	46,939,092
—	—	15,379
—	62,267,069	318,183,869
$ —	$63,296,656	$322,755,424

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DEBT SERVICE			
EXECUTIVE BRANCH			
Agriculture	$ 1,154,000	$ —	$ 1,153,500
Commerce and Economic Development	4,331,000	—	4,303,419
Community Affairs	3,034,000	—	3,033,640
Corrections	32,724,000	—	31,525,462
Education	5,569,000	—	5,568,100
Energy	443,000	—	443,000
Environmental Protection	102,012,000	(548,401)	97,680,816
Health	78,000	—	78,000
Higher Education	38,670,000	325,376	38,987,220
Human Services	30,870,000	(1,101,000)	28,397,007
Law and Public Safety	571,000	—	571,000
Transportation	101,233,000	3,324,025	104,554,974
Treasury	2,000,000	(1,997,584)	(1,074,557)
TOTAL EXECUTIVE BRANCH	322,689,000	2,416	315,221,581
TOTAL DEBT SERVICE	$322,689,000	$ 2,416	$315,221,581

Lapsed	Encumbrances	Continuing Appropriations
$ 500	$ —	$ —
27,581	—	—
360	—	—
1,198,538	—	—
900	—	—
—	—	—
3,782,783	—	—
—	—	—
8,156	—	—
1,371,993	—	—
—	—	—
2,051	—	—
1,076,973	—	—
7,469,835	—	—
$7,469,835	$ —	$ —

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
FEDERAL			
EXECUTIVE BRANCH			
Chief Executive's Office	$ —	$ 38,458	$ 38,287
Agriculture	—	1,366,284	914,083
Commerce and Economic Development	—	85,870,349	1,955,859
Community Affairs	—	98,215,658	60,616,415
Corrections	—	2,798,651	2,102,440
Defense	—	4,693,453	3,748,605
Education	—	249,202,621	238,054,580
Energy	—	104,090	79,764
Environmental Protection	—	30,531,675	21,484,842
Health	—	66,181,769	56,865,528
Higher Education	—	33,039,808	28,151,236
Human Services	—	1,393,439,910	1,297,709,619
Labor	—	190,016,545	162,235,123
Law and Public Safety	—	10,345,587	8,130,494
Public Advocate	—	1,084,409	984,842
State	—	662,856	515,922
Transportation	—	75,261,542	40,707,659
TOTAL EXECUTIVE BRANCH	—	2,242,853,665	1,924,295,298
JUDICIAL BRANCH	—	19,577,220	13,493,222
TOTAL FEDERAL	$ —	$2,262,430,885	$1,937,788,520

Lapsed	Encumbrances	Continuing Appropriations
$ 171	$ —	$ —
—	222,577	229,624
1,901	334,962	83,577,627
—	30,313,182	7,286,061
—	134,787	561,424
—	388,656	556,192
—	9,383,701	1,764,340
—	—	24,326
—	6,701,515	2,345,318
—	9,084,699	231,542
—	2,133,381	2,755,191
—	45,910,272	49,820,019
—	24,779,110	3,002,312
—	1,146,909	1,068,184
—	98,832	735
—	85,476	61,458
—	18,819,209	15,734,674
2,072	149,537,268	169,019,027
—	6,080,575	3,423
$2,072	$155,617,843	$169,022,450

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
ALL OTHER			
LEGISLATIVE BRANCH	$ —	$ 27,500	$ —
EXECUTIVE BRANCH			
Chief Executive's Office	—	1,177,242	476,689
Agriculture	—	12,536,954	8,247,907
Commerce and Economic Development	—	982,457	336,129
Community Affairs	—	60,566,188	13,921,904
Corrections	—	27,094,380	20,936,868
Education	—	7,258,662	4,606,274
Energy	—	3,522,827	3,125,014
Environmental Protection	—	38,102,705	19,861,277
Health	—	12,655,357	5,952,253
Higher Education	—	65,275,219	39,150,513
Human Services	—	72,653,878	57,904,373
Insurance	—	827,150	619,248
Labor	—	72,315,635	35,257,446
Law and Public Safety	—	41,447,898	24,286,382
Public Advocate	—	4,626,516	3,463,346
State	—	3,086,459	2,277,892
Transportation	—	19,951,500	5,567,454
Treasury	—	926,852,995	866,831,214
Inter-Departmental Accounts	—	7,129	—
TOTAL EXECUTIVE BRANCH	—	1,370,941,151	1,112,822,183
JUDICIAL BRANCH	—	2,079,979	2,002,880
TOTAL ALL OTHER	$ —	$1,373,048,630	$1,114,825,063

Lapsed	Encumbrances	Continuing Appropriations
$ —	$ —	$ 27,500
—	624,044	76,509
—	1,435,638	2,853,409
—	207,508	438,820
—	8,284,459	38,359,825
—	3,383,334	2,774,178
—	455,584	2,196,804
—	117,487	280,326
—	3,440,710	14,800,718
1,145,260	2,402,510	3,155,334
—	911,671	25,213,035
—	5,762,767	8,986,738
—	44,820	163,082
—	524,532	36,533,657
—	1,044,641	16,116,875
—	1,047,465	115,705
—	322,032	486,535
—	3,920,233	10,463,813
1,824,278	18,131,664	40,065,839
—	—	7,129
2,969,538	52,061,099	203,088,331
—	52,563	24,536
$2,969,538	$52,113,662	$203,140,367

STATE OF NEW JERSEY
GENERAL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

GENERAL FUND SUMMARY	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
LEGISLATIVE BRANCH	$ 37,731,000	$ 19,456,359	$ 36,149,880
EXECUTIVE BRANCH			
Chief Executive's Office	4,166,000	1,866,273	5,047,824
Agriculture	10,883,000	15,015,988	18,445,328
Banking	5,305,000	5,418,248	5,124,212
Commerce and Economic Development	44,480,216	92,887,951	47,268,108
Community Affairs	189,404,647	186,035,044	235,780,087
Corrections	349,440,000	127,568,291	371,891,657
Defense	13,451,000	8,117,200	15,551,145
Education	1,144,259,000	275,426,257	1,363,213,142
Energy	21,000,000	7,038,532	26,365,139
Environmental Protection	216,666,000	276,181,894	280,654,413
Health	80,027,500	89,043,763	137,806,088
Higher Education	858,102,000	221,653,769	948,962,207
Human Services	1,694,993,000	1,542,043,469	2,964,008,599
Insurance	10,447,000	4,612,529	11,664,005
Labor	50,256,000	279,531,031	258,922,117
Law and Public Safety	264,863,000	119,518,466	287,739,171
Personnel	17,075,000	3,346,071	18,587,869
Public Advocate	34,306,000	9,048,077	41,607,542
State	35,569,000	9,296,463	34,498,178
Transportation	554,150,000	154,026,184	600,955,251
Treasury	382,793,596	989,040,087	1,212,970,495
Miscellaneous Executive Commissions	4,546,000	751,826	4,171,592
Inter-Departmental Accounts	824,110,000	(129,952,977)	658,280,713
TOTAL EXECUTIVE BRANCH	6,810,292,959	4,287,514,436	9,549,514,882
JUDICIAL BRANCH	73,150,000	26,484,159	88,450,600
TOTAL GENERAL FUND SUMMARY	$6,921,173,959	$4,333,454,954	$9,674,115,362

Lapsed	Encumbrances	Continuing Appropriations
$ 179,312	$ 5,084,658	$ 15,773,509
171	775,718	208,560
40,855	2,929,275	4,483,530
203,949	173,526	5,221,561
93,517	4,817,022	85,189,520
3,585,234	76,949,817	59,124,553
2,016,301	43,354,279	59,746,054
411,585	2,072,264	3,533,206
10,566,297	29,093,807	16,812,011
3,971	759,233	910,189
3,924,324	44,748,968	163,520,189
3,421,984	21,281,968	6,561,223
8,532	10,931,192	119,853,838
17,849,918	172,113,335	83,064,617
2,335	2,198,703	1,194,486
393,451	30,736,369	39,735,094
2,872,999	40,088,998	53,680,298
—	1,092,476	740,726
10,104	1,565,176	171,255
332,248	5,943,347	4,091,690
104,720	39,411,142	67,705,071
4,594,196	49,937,951	104,331,041
362,728	289,124	474,382
5,433,630	18,414,863	12,027,817
56,233,049	599,678,553	892,380,911
—	10,182,223	1,001,336
$56,412,361	$614,945,434	$909,155,756

STATE OF NEW JERSEY
PROPERTY TAX RELIEF FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Treasury	$ 27,980,000	$ —	$ 23,550,031
STATE AID			
Education	1,818,000,000	—	1,812,815,528
Treasury	396,600,000	—	396,141,231
TOTAL PROPERTY TAX RELIEF FUND	$2,242,580,000	$ —	$2,232,506,790

STATE OF NEW JERSEY
GUBERNATORIAL ELECTIONS FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Law and Public Safety	$ —	$510,039	$(23,476)
TOTAL GUBERNATORIAL ELECTIONS FUND	$ —	$510,039	$(23,476)

Lapsed	Encumbrances	Continuing Appropriations
$ 719,382	$3,710,587	$ —
833,619	4,350,853	—
458,769	—	—
$2,011,770	$8,061,440	$ —

Lapsed	Encumbrances	Continuing Appropriations
$533,515	$ —	$ —
$533,515	$ —	$ —

STATE OF NEW JERSEY
CASINO CONTROL FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Law and Public Safety	$29,966,000	$ —	$27,029,430
Treasury	21,051,000	—	19,065,157
TOTAL CASINO CONTROL FUND	$51,017,000	$ —	$46,094,587

STATE OF NEW JERSEY
CASINO REVENUE FUND
STATEMENT OF APPROPRIATIONS AND EXPENDITURES
FOR THE FISCAL YEAR ENDING JUNE 30, 1987

	Original and Supplemental Appropriations	Other Authorized Appropriations	Expenditures
DIRECT STATE SERVICES			
Community Affairs	$ 8,923,000	$ —	$ 7,521,348
Health	700,000	100,000	91,567
Human Services	117,868,000	3,071,112	107,989,209
STATE AID			
Human Services	35,023,000	(3,171,112)	10,239,459
Transportation	13,500,000	—	1,027,360
Treasury	17,900,000	—	17,900,000
TOTAL CASINO REVENUE FUND	$193,914,000	$ —	$144,768,943

Lapsed	Encumbrances	Continuing Appropriations
$1,819,785	$1,116,785	$ —
860,447	1,125,396	—
$2,680,232	$2,242,181	$ —

Lapsed	Encumbrances	Continuing Appropriations
$ 12,078	$ 389,574	$1,000,000
93,000	615,433	—
2,803,496	10,146,407	—
21,612,429	—	—
—	12,472,640	—
—	—	—
$24,521,003	$23,624,054	$1,000,000

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